nd the

re that

et with ≾d Jap-: later a

hat his Naka-

≠n de-

terican ere no

:fenses

Bomb-

ey had

Tokyo

lowing fell, it

i, from

or the

at low

e city.

: that

offes-

o flee.

traps.

nt into

from

f oxy-

pwned

d sev-

re do-

oegin-April, ed an

made

With struck

ie in-

ended

e the

tions

se re-

лісап

eland

paign

meri-

ц Pelnday-

n Hi-

эгоке

# Obese? Renegade Gene Seems to Tip the Scales

## Because of Mutation, Scientists Say, Body Doesn't Cry 'Enough!' at Meals

By Natalie Angier

New York Times Service
NEW YORK — Lending mighty support to the theory that fat people are not made but, rather, born that way, scientists have discovered a genetic mutation that is thought to be responsible for at least some types of obesity.

The mutation is believed to disrupt the body's energy metabolism and appetite control center, the mechanism that tells the brain one has eaten enough and has suffi-cient fat stores to meet the demands of the day. Without a working hormonal signal for fullness, or satiety, a person might continue to overeat even when extreme corpulence threatens health and self-es-

The discovery could accelerate scientists' understanding of the molecular basis of obesity, a condition that afflicts one in three Americans, although a practical ap-plication is probably a decade away.

People are considered obese when they are more than 20 percent above their ideal weight, at which point their risk for disor-ders like diabetes, high blood pressure and

heart disease rises.

Eventually, the finding might lead to novel and more effective therapies for weight problems, notably a drug that would mimic the protein produced by the newly discovered gene.

In theory, supplying people with the satiety signal they lack could help them feel satisfied with smaller amounts of food and thus lose weight without the sense of deprivation and hunger that often under-

mine conventional efforts to shed fat. Another possibility is testing for a genetic predisposition early in life, when modifying the diet would mitigate the effects of

But researchers caution that it will take 5 to 10 years to translate the preliminary results into a medication. Much work remains to be done to prove that the gene, called obese, or ob for short, is indeed the body's satiety signal and that the use of it in experimental animals leads to weight

Dr. Jeffrey M. Friedman of the Howard Hughes Medical Institute at Rockefeller University in New York and five colleagues reported the isolation of the ob gene Friday in the journal Nature.

"I think it's a landmark paper," said Dr. Timothy J. Rink, president and head of research at Amylin Pharmaceuticals in San Diego, California. "It isn't all demonstrated out yet, but this looks to be the central hormonal control of body weight and body fat." Dr. Rink wrote an editorial accompanying the latest report.

Dr. Phillip Gorden, director of the National Institute of Diabetes and Digestive and Kidney Diseases in Bethesda Maryand kinney Diseases in Dethesua, Many-land, said: This is a major breakthrough, but it is very important that people under-stand it will not have any immediate application. The treatment and prevention of obesity still rest with diet and exercise."

The scientists found the gene by studying a strain of mouse that can balloon up

See OBESITY, Page 7



LOATH TO SINK - The Achille Lauro ablaze off Somalia on Thursday. The liner, listing and empty, remained affoat as about 1,000 passengers who had taken refuge on a tanker were rescued. Two people were killed. Page 7.

## **Bihac Crisis Plunges Croats Into Fight With Rebel Serbs**

By Roger Cohen New York Times Service

TOPUSKO, Croatia — Intense mortar and artillery fire broke out between rebel Serbs and Croatian government forces Thursday as the crisis in the Bosnian enclave of Bihac threatened to provoke a

Paul Risley, a spokesman for United Nations peacekeepers, said Thursday that there was a fierce exchange of artillery and mortar fire between the Croatian Army and the Serbs who have occupied close to one-third of Croatia since 1991.

The large number of Croatian Serbs in the Serbian assault on the Muslim enclave of Bihac in northwestern Bosnia has brought tensions between Zagreb and the Serbs who rebelled against Croatian independence in 1991 to a breaking point.

The shelling and mortar fire, one of 129 violations of a cease-fire between Croats and Serbs in two days, took place in the Limar and Vranovaca areas south of the self-styled capital of the Croatian Serbs in

At the same time, a heavily armed Bosnian Serbian commando unit crossed into the Serbian-held part of Croatia. Michael Williams, a UN spokesman, said the Bosnian Serbs entered Croatia

near Bosanski Novi, raided the UN military observation post and took seven Ukrainian soldiers prisoner. The prisoners were taken back into Serb-held territory in Bosnia, and no contact with them has been permitted

s loined the approximate ly other 500 UN peacekeepers seized by the Serbs since NATO carried out an air raid on the Udbina airfield in Serb-held Croatia last week. In effect, these captive soldiers have proved reliable insurance against further NATO action.

The Bihac crisis has again focused attention on the smoldering problem of the Serbian occupation of large areas of Cro-atia known as Krajina. Serbs from the region have attacked Bihac out of an illegally occupied area, crossing an international border to come to the assistance of their fellow Serbs in Bosnia.

"Up to now the Croatian government has shown considerable restraint and patience," Mr. Williams said. "But they have been obliged to witness an attack by Serbs out of Croatia into another member state of the United Nations. Obviously, they are extremely concerned."

Defense Minister Gerojko Susak of Cro-

See BOSNIA, Page 7

## In Trade Debate, a Shift to Protectionism

By Tom Buerkle

International Herald Tribune
BRUSSELS — The world trade agreement appeared headed for approval in the U.S. Senate on Thursday, but the intense debate over the accord revealed a rapid fraying of the free-trade consensus that has prevailed in the United States and other ndustrialized countries since World War II, officials and analysts said.

The shift, which is likely to slow further trade liberalization efforts, reflects acute fears that the jobs of millions of middleclass workers are threatened by the mass of cheap labor in rapidly developing economies in Asia and Latin America.

The protectionist sentiment is reinforced in the United States by a budding isolationism that has led even establishment figures like Senator Bob Dole of

Kansas, the incoming Senate majority leader, to question the future of NATO. "There is a feeling that the world is a troubled place, and we're better off not opening up any further," said Gary Hufbauer of the Institute for International

Economics in Washington. Intense last-minute lobbying by President Bill Clinton, senior Republicans led by Mr. Dole and business leaders got the eneral Agreement on Tariffs and Trade accord through the House of Representatives comfortably on Tuesday, and was expected to win approval in the Senate late

"By the time the vote is actually taken tonight, we expect GATT will pass," the White House press secretary, Dee Dee My-

ers, said Thursday. Passage would represent a major victory for Mr. Clinton, and could help him establish cooperation on other issues with the Republicans who swept control of both houses of Congress last month.

It also would virtually assure the planned Jan. I start-up of the trade accord, which cleared a key hurdle in Japan's Parliament on Thursday and is expected to be ratified in Europe in coming weeks.

Still, the vote was a far cry from the previous GATT deal, the 1978 Tokyo Round agreement. That was approved, 395 votes to 7, in the House and 90 to 4 in the

For a country that single-handedly designed GATT in 1948 and made open trade a cornerstone of postwar security and prosperity, today's opposition represents a drastic change.

Peter Sutherland, director-general of

See GATT, Page 7

## Russia Balks Over NATO Expansion To the East

#### Moscow Refuses to Sign Accord on Special Ties: U.S. Plays Down Move

By Daniel Williams

Washington Post Service
BRUSSELS — NATO's foreign ministers tried to turn attention away from the Balkans and paint a rosy picture of future European security on Thursday, but their efforts were undercut by the Russian foreign minister, Andrei V. Kozyrev, who objected to NATO's long-range plans to extend membership to former Soviet satellies.

Mr. Kozyrev was in Brussels to sign a program of military cooperation and con-sultation with the North Atlantic Treaty Organization, but in an extraordinarily awkward moment for the alliance he told the 16 NATO ministers that he would refuse to go ahead with it.

"Very frankly I must tell you, there are certain issues that must be clarified," he said, fingering the day's NATO communique that set out the next steps for possible expansion. "If the strategy of NATO is to enlarge, that requires consultation.

The NATO secretary-general, Willy Claes, responded quickly: "It's not too difficult to explain. I'll ask the press to leave now." The television cameras were shut off.

American officials dismissed Mr. Kozyrev's comments, saying they still expected Russia to sign.

"I would be tempted to say it was a theatrical performance meant for domestic political consumption," said the U.S. State Department spokesman, Mike McCurry. The government of President Boris N. Yeltsin has been criticized by Russian conservatives for easing closer to the West.
In all, it was an uphill struggle for NATO to exhibit confidence and purpose.

An admission of impotence over Bosnia on Thursday departed sharply from a meeting less than a year ago of NATO leaders, including President Bill Clinton. who decided that NATO warplanes should be used to protect Bosnian Muslim civilians from attacks by rebel Serbs. The Clinton administration regarded the air strikes as a means of pressuring the Serbs to sign a peace agreement.

The threat dribbled away last week as the Serbs assaulted the town of Bihac. controlled by the Muslim-led government of Bosnia. Britain and France rebuffed an American request for air strikes, prompting the Clinton administration to abandon the tactic of linking force to diplomacy. NATO was left trying to shore up its own

"The solution for this appalling conflict can not come from this organization alone," said Mr. Claes.

"I have heard no head of state or prime minister ready to take the risks,' he said, referring to full-scale intervention.

What was important, Mr. Claes said at a news conference, was NATO "solidarity." He excused NATO's performance by say-

See NATO, Page 7

## Berlusconi Strikes a Deal With Unions

By Alan Cowell New York Times Service

ROME - Prime Minister Silvio Berluscomi on Thursday struck a last-minute compromise with Italy's labor unions on budget cuts, averting a planned eight-hour general strike Friday that would have deepened his government's aura of embat-The breakthrough after 22 hours of ne-

gotiations was depicted by the Italian leader as yet more good news after two other developments that eased the crisis over the decision last week by magistrates in Milan to investigate him for corruption.

On Tuesday, in a highly unusual show of common purpose, his three-party coalition

By John Markoff

New York Times Service

computer industry executives. Michael H.

Spindler, chairman of Apple Computer,

has some words of caution. You have too

It is a remarkable turnabout coming from a company conceived less than 20

**Newsstand Prices** 

much vision.

NEW YORK - Whoa, there, wide-eyed

program, giving the Italian leader breathing space at least until the new year.

appeal, ruled that the corruption case in which the Italian leader is purportedly entwined could not be tried in court by the same graft-busting magistrates who are investigating him.

Under the Italian legal system, the magistrates who oversee investigations also appear in court as prosecutors. But the court ruling ordered magistrates in Brescia to take over from the Milan investigators as the case - involving bribes purportedly paid to the tax police by companies including Mr. Berlusconi's Fininvest - ap-

years ago and dedicated to the proposition

that personal computers would change the

Wednesday to discuss some technology so

pragmatic and fundamental that it almost

sounded boring, says he is fed up with the

industry's lofty promises.

He is tired of windy talk about omnipo-

tent widgets that will change our lives by

scheduling our meetings, answering our phone calls and otherwise organizing us.

he sees no need for the so-called informa-

tion superhighway. And 500 channels? Six-

ty are plenty.

This is not going to be an all-electronic world where we all sit on the couch and are

force-fed a constant stream of informa-

Mr. Spindler, a pragmatic German engi-

See APPLE, Page 16

tion," he said.

Flirting with heresy, Mr. Spindler says

But Mr. Spindler, in New York on

offered support for a six-month policy

**Apple's Chief Shoots Down Vision** 

Of a Computer Junkie's Paradise

Mr. Berlusconi repeated on Thursday, however, that he would not use the ruling And, on the same day, the Court of Cassation, the country's highest court of to sidestep interrogation by the Milan magistrates whose inquiries into massive corruption brought down Italy's one-time

> "It will definitely take place at the Milan prosecutor's office and there will definitely be a press conference afterward," said Mr. Berlusconi, who seemed far more relaxed during a press conference Thursday than he did last week as he resisted pressures to

"I'm not resigning," Mr. Berlusconi said Thursday. "Don't even think about it." "I do not believe there is a court in the world that could condemn me just because See ITALY, Page 7

Kiosk

# Clinton to Seek

ident Bill Clinton said Thursday he would ask Congress to increase de-fense spending by \$25 billion over the next six years to ensure that U.S. military readiness remains at desired

Page 7. Book Review Trib Index 0.48% 38,36 111.86 3700,87 The Dollar 1.57 Pound 1.5665 1.5645 99.345 98.975

## **Defense Increase** WASHINGTON (Reuters) - Pres-



WORLD AIDS DAY — Delegates of 42 nations met Thursday in Paris to urge governments to make fighting AIDS a top priority as activists like Wu Chunsheng, left, offered brochures on the disease to passers-by in Beijing. Page 7.

## Cracking a Cursed Case of Saudi Jewels

By William Branigin Washington Post Service

BANGKOK - After nearly five years of frustration, Saudi Arabia's royal family has reason to hope that it may finally get some justice in the case of more than \$20 million worth of stolen jewelry - thanks in part to a pistol-packing diplomat's rather undiplomatic behavior, the power of

superstition and what might be called "the

curse of the Saudi gems. By all accounts, the case of the missing jewelry has become Thailand's worst scan-dal, leaving a trail of dead bodies, ruined careers and expensive ill will between the Saudi and Thai kingdoms, Certainly, su-perstitious Thais cannot be blamed for

believing rumors, encouraged by the Sau-dis, that an ancient Bedouin curse hangs over the jewelry.

Pilfered in Saudi Arabia by a Thai servant in 1989, recovered by the Thai police in Bangkok and then stolen again, the treasure includes irreplaceable family heirlooms hundreds of years old.

At least 17 Thai police officers stand implicated in various aspects of the case, and private investigators hired by the Saudis have pointed to even higher-ranking government and other officials. Moreover, Thailand has lost billions of dollars in revenue from a Saudi ban on hiring Thai guest workers and a decline in Saudi tour-

Now, says Mohammed Said Khoja, the armed and outspoken charge d'affaires at the Saudi Arabian Embassy here, there is new hope of resolving the case and recovering some of the missing jewelry. Feeding this hope, he says, are the recent formation of a Thai police investigative team he can trust, a new amnesty program and the power of the "curse."

In recent weeks, more than 100 pieces of the missing jewelry have been turned in anonymously to the police under a noquestions-asked policy. Accompanying some watches was a note saying they had

See GEMS, Page 10

In Newly Democratic Albania, Voters Rebuff Leader

increases presidential power."

He said there was no question of calling early elections or submitting a new draft to Par-

liament before submitting it to the electorate. In a round table with party leaders, he proposed that Parliament name a new drafting committee. Berisha has a clear desire for a democratic society and a mar-

ket economy," an ambassador said. "But does he know what these things mean?" He answered his question by recalling that, like all Albanians, the president was a product of a system that denied its people netic. It annoyed everybody any knowledge or experience of

Mr. Kadare said he saw a

## Moscow's Deadline To Republic Passes

## Yeltsin Appears to Back Off Threat of Imminent Action

By Fred Hiatt

MOSCOW - President Boris N. Yeltsin's 48-hour ultimaturn to the breakaway Chechen Republic expired Thursday without attack from the Russian troops massing on the border or without other decisive

Mr. Yelisin threatened Tuesday to use "all forces and resources at the disposal of the state" unless the rebel govern-ment in Chechnya disbanded its army and freed its Russian prisoners by Thursday morning. He said he would otherwise impose a state of emergency on the southern Muslim republic, which unilaterally declared its independence from Russia in

But on Thursday evening, the presidential administration appeared to step back from a potentially violent conflict. The official Itar-Tass press service reported that Mr. Yeltsin would not declare a state of emergency in Chechnya "in the nearest fu-ture," although Chechnya had

not complied with his demands. Accusing the media of misin-terpreting Mr. Yeltsin's threat, the presidential press service reissued the ultimatum, but without the key words, "a state of emergency will be imposed." Also missing in Thursday's version was the contention, contained in the original, that all hope had been exhausted that Chechnya itself could settle its "internal conflict."

In a tense and confused day.

### U.S. Would Assist **UN Peacekeepers** In Bosnia Pullout

Washington Past Service

WASHINGTON — President Bill Clinton has made a "decision in principle" for American ground forces to aid in the withdrawal of UN peacekeepers in Bosnia if the United Nations were to make such a request, officials said.

Pentagon planners have been working on contingency plans for such an operation, including scenarios that could involve "many thousands" of U.S. troops for "months," a senior

A withdrawal of the peacekeepers is not at all imminent, has taken on more urgency as a Serbian advance in Bosnia has underlined the ineffectiveness of the 24,000 UN peacekeepers and triggered new calls for their

withdrawal. A senior U.S. official said that Washington expected that the British and French would resist removing their peace-

not all signs pointed away from conflict. Two warplanes dropped bombs on the capital, Grozny, killing a woman and badly injuring two children, ac-cording to journalists on the scene. Chechnya asserted that the planes belonged to Russia. Russian television also reported that troops and tanks were still moving into position on Chech-

nya's borders. Kremlin leaders view Chechnya's claim of independence as a threat to the integrity of Russia and a dangerous example to other restive regions. In addition, law-enforcement officials say the republic, rich in oil and with fewer than a million people, has become a source of lawessness and arms trafficking.

But many Chechen people, who resisted Russian conquest for decades in the 19th century and suffered heavily under the Soviet regime, believe they have a legitimate right to self-rule. Thousands of Chechen men in tall fur hats gathered Thursday with their tifles in Grozny's central square; some vowed to resist to the death any Russian

Some Russian analysts have predicted that an attempt to break Chechnya's independence by force could set off a long guerrilla war there and provoke terrorist acts elsewhere in Russia. The police in Russia stepped up their guard on Thursday around nuclear pow-er stations. Moscow subway stations and other potentially

vulnerable points. Russia has been arming and financing pro-Russian opposition groups in Chechnya for several months, but they have met with little success. Chechnya's leaders have asserted that Russian troops and planes have taken part in the fighting; Russian officials have denied the

But the crisis this week was set off by Chechnya's capture of about 70 Russian soldiers, including a number of army offi-

The chairman of the Russian Parliament's defense committee flew with other legislators to Grozny for talks on Thursday with Chechen officials on the

Thursday morning, shortly after the deadline passed, a spokesman for Mr. Yeltsin announced that "a package of measures is being carried out the situation in the Chechen republic and reinstating constitutional order, law and the defense of human rights." The statement did not specify the

The spokesman also said that Mr. Yeltsin was taking "all necessary measures to save the Russian soldiers" taken prisoner in Chechnya.

measures.



Irmgard Möller being greeted by friends Thursday upon her release from prison.

## Germany Sets Terrorist Free **Car-Bomber Leaves Prison Unrepentant**

By Rick Atkinson

Washington Past Service
BERLIN — Irmgard Möller, an unrepentant leftist terrorist convicted of killing three U.S. soldiers with a car bomb in 1972, walked out of prison on Thursday after her life term was commuted to a

suspended sentence.
Miss Möller's release on grounds of poor health came despite protests from family members of her victims and the U.S. State Department, which last month publicly deplored her lack of remorse in 22 years of confinement.

A crowd of 250 supporters. flanked by dozens of reporters and photographers, awaited Miss Möller as she emerged from the gates of the federal prison in Lübeck, near Hamburg. She waved and smiled at the crowd while collecting champagne bottles, Christmas presents and bouquets of roses and gladiolas.

"It still feels a bit unreal," said Miss Möller, 47, dressed in a red sweatshirt, leather jacket and jeans. "I would never have gotten out if there hadn't been an international mobilization.

Miss Möller deflected all questions about her plans but indicated that she was not ready to condemn the political ambitions of the notorious Baader-Meinhof gang -

later known as the Red Army Faction — of which she was

an early member. "A lot of people are going to ask how I survived all this time," added Miss Möller, who spent part of her impris-onment in solitary confinement. "I kept alive the aims for which I fought and I felt the support of my sympathiz-

Miss Möller drove an explosive-packed car onto the U.S. base in Heidelberg on May 24, 1972, as part of bloody campaign against American "imperialism" and the U.S. military's "genocidal" war in Vietnam. The subsequent explosion killed three U.S. soldiers. Miss Möller was captured six weeks later and had been in prison since. Among those who objected

tain Clyde R. Bonner, died in "I was only 7 when my fa-ther was killed," Sergeant Bonner said recently. "Our housing was just across from that parking lot. That's something I'll never forget." He

to her release was Sergeant

Charles Bonner of the U.S.

Air Force, whose father, Cap-

added, "I think releasing here is ridiculous." Although Miss Möller refused to cooperate with a court-appointed psychologist evaluating her mental stability, the Lübeck court con-cluded this fall that she no longer posed a threat to society and "had changed her attitude toward violence in a

positive way."

The Heidelberg state prosecutor declined to appeal the court's decision.

Miss Möller reportedly suffers from skin, eye and other diseases. She appeared drawn and pale Thursday, a graying shadow of the striking 25-year-old terrorist. As the longest-serving female inmate in Germany, Miss Möller had become a martyr of the far left and a cause celebre for clergy, writers and politicians.

Her notoriety derives in part from being the only survivor of the so-called "death night" in October 1977, when three other top Red Army Faction leaders died in Stuttgart's maximum security Stammheim prison. German authorities and foreign experts determined that the three had committed suicide but Miss Möller, who was discovered with four deep knife wounds in her chest, insists she was the victim of a gov-

ernment plot. German legal experts have predicted that Miss Möller's parole will be followed quickly by the release of other Red Army Faction prisoners.

## Sinn Fein **And British** Will Meet Next Week

By John Darnton New York Times Service

LONDON — The British government and Sinn Fein, the political face of the IRA, will begin negotiations in Belfast on Wednesday, almost one year after Britain and Ireland launched an initiative to try to resolve the conflict in Northern

The announcement was not a surprise, but still it set off an exciting ripple that history was in the making. Though British officials have in the past conducted secret talks with Sinn Fein leaders, never before have they sat openly at the same ta-

London's position that it is simply joining in "talks about talks," not a full-fledged negotiating session, which must in-volve all parties to the conflict.

They insist upon their right to remain British.

The announcement of talks

"The opportunity to realize a lasting peace, which will benefit all of the people of Ireland, has never been greater," he said. A clever antagonist, Mr. Adams had lately been making political hay by charging London with foot-dragging on the peace process. Now he said it was time to move on to "the next phase of dialogue: multilateral talks led

the mainline Protestant political group, was skeptically accepting. At least the talks would establish one thing, said an Ulster Union Party member of Parliament, John Taylor, and that was "if Sinn Fein really is

the preacher and parliamentary member who has turned his Democratic Unionist Party into a rejectionist front, continued a line opposing talks or any other move smacking of compromise. He proclaimed before the people" resented the decision to talk to "the men of blood."

# WORLD BRIEFS

## West Bank Taxes Pass to Palestinians

RAMALLAH, West Bank (Reuters) — The Palestinian Authority got its biggest lift toward financial independence on Thursday when Israel handed over control of taxes in the West Bank that experts say could earn hundreds of millions of dollars.
Brigadier General Gadi Zohar, head of Israel's Civil Administration, and the Palestinian finance chief, Mohammed Zuhdi

Nashashibi, signed the transfer agreement at a ceremony here.

Taxes are the bride-price of independence and the key to democracy and participation," said Atef Alawneh, director-general of the Palestinian Finance Ministry. He added: "We must say a word to the taxpayer. The avoidance of taxes under occupation was a national struggle worthy of praise, but now it is 180 degrees different. Now delay in paying means a delay in building the

## 2 More Journalists Killed in Algeria

ALGIERS (AP) - Two more journalists have been assassinat-

ALGIERS (AP) — Iwo more journalists have been assassinated in Algeria, security forces said Thursday, bringing the death toll among journalists to about two dozen since they became a target of Islamic militants 18 months ago.

The latest victims were Ahmed Issaad, a reporter for state television, and Nasseredine Lekhal, a journalist with the state-run daily Al Massa. They were stabbed to death Wednesday in Boufarik, south of Algiers, security forces said.

## UN Report Blames Hutu in Massacres

PARIS (Reuters) — The head of the United Nations commission has concluded that the genocide in Rwanda this year cost 500,000 lives and that hard-line supporters of former President Juvenal Habyarimana and his government were behind it.

Atsu-Koffi Amega, whose report was made public Thursday, and the translation of the Rwanda whether the Rwanda said his team had been unable to find out whether the Rwanda

Patriotic Front, now in power, had also committed atrocities as it fought General Habyarimana's forces.

Human-rights groups estimate that hard-liners in the Hutu-led government organized the killing of up to a million people between April, when the president's plane was shot down, killing him and lube

### Millions Attend Rites of Shiite Leader

NICOSIA (Reuters) - Millions of people attended the funeral of Iran's Shiite grand ayatollah in Qom, Iran, Qom on Thursday, amid signs that members of the religious hierarchy were preparing to name the spiritual leader Ali Khamenei as his successor. Grand Ayatollah Mohammed Ali Araki died at the age of 100

Tuesday with no obvious candidate to succeed him. But Iran radio's English-language service referred to Ayatollah Khamenei several times on Thursday as "Grand Ayatollah."

#### For the Record

Paula Corbin Jones, who has accused President Bill Clinton of sexually harassing her when he was governor of Arkansas, lost a court fight on Thursday when a federal judge ruled that Penthouse magazine can distribute partly nude photographs of her. (Reuters)

## TRAVEL UPDATE

## Amsterdam Extends Bars' Hours

AMSTERDAM (AP) - Amsterdam will allow its 2,850 bars and cales to stay open until 4 A.M. on the weekends and 3 A.M. during the week, as of Jan 1.

"We have to compete with cities like Berlin where cafes can stay open until whenever. They are big competition," Joop Brouwer, of the city's restaurant and cafe owners' interest group, said Thursday. "We want to have more offerings for our tourists."

Ukraine has officially opened its first modern international airport at Boryspil, near Kiev, after nearly two years of reconstruction. Luggage conveyers, English-language signs and gleaming toilets are features of the new airport. The \$15.1 million project was financed by the European Bank for Reconstruction and Development and two Ukrainian banks. (Reuters)

European Union interior ministers have agreed to allow children not holding EU passports to travel visa-free within the EU if they are part of a school group, Germany's interior minister, Manfred Kanther, announced.

Spanish train engineers have called for a 24-hour strike Friday to back demands for a 20.9 percent pay increase, unions said Thursday. The Transport Ministry said it would ensure a minimum service, which should guarantee that 50 to 70 percent of commuter trains operate at rush hours along with 50 percent of long-distance trains.

House of Commons on Thurs-day that "a vast majority of one in Novosibirsk and another in Saratov on the Volga River, to promote economic and cultural ties and serve German citizens living there.

## Howy's New York Bar

THE OLDEST COCKTAIL BAR IN EUROPE THE COCKTAIL BAR IN EUROPE THE COMMENT AND ADDRESS OF THE COMMENT AN PARIS: 5, rue Daunou GENEVA: Confederation Center
MS EUROPA: At Sea MONTREUX: Montreux Palace

# NEAR THE CHAMPS ELYSÉES

The Royal Moneeau offers you the lucury of seeing in the New Year in the tradition of the great Partian bosels.

late check-out, champagne, fruit and chocolate on arrival. Single Room: FF 3330 - Double Room: FF 3760\*

> Tel (33) 1 45 61 06 98 / Fax (33) 1 42 99 89 90 All,

37, avenue Hoche - 75008 Paris - France.

Jean L. Blondeel

our colleague for forty-five years.

**ORLY-LONDON** from FF. 790 RT \* 4 flights daily 1st flight from Orly 7:15 am AirUK

Scheduled Airline

See your Travel Agent

or call (Paris): 44 56 18 08

By Henry Kamm TIRANA, Albania — The voters in what was once the most rigidly communist country of Europe have dealt a sharp rebull to their president, to whom they handed a landslide victory in their first democratic elections in 1992.

As a result, Albanians and foreign diplomats fear that the low point in a steady decline in infant democratic system has affection for the once hugely lapsed into a deadlock that puts popular leader of the Demoat risk the political and economic gains achieved since Communist power began to crumble in 1991 in Europe's poorest, most underdeveloped and dependent country. Albania's voters last month

rejected, 54 percent to 42 per- til the 1992 landslide by the cent, a draft constitution that party of Mr. Berisha, a cardiol-President Sali Berisha had placed before the electorate. Mr. Berisha circumvented the too many Albanians an impres-Parliament, where approval by sion of resembling his dictatoritwo-thirds would have been re- al predecessors in style, alquired, and chose a referendum though not in content. in the belief that he was sure to win a majority.

The defeat is seen here as the cratic Party, not for what he has market economy. done or not done but for the way in which he does it.

Albania was repressively and reclusively ruled by Enver Hoxha and his chosen successor, Ramiz Alia, from 1944 un-

Mr. Berisha has conveyed to Even leaders of the largest

opposition party, the Socialist successors to the Communists, grant that the president has ef-fectively led Albania's transition toward democracy and a

"The Democratic Party and Berisha have played a positive role after the fall of commu-nism," Luan Hajdaraga, a vice president of the Socialists, said in an interview.

elects the president. Mr. Berisha's disregard for Parliament, where defections from his own party have deprived him of the two-thirds majority he had obtained in the 1992 elections, and the oneman character of his referen-

presidency, said the referendum

result showed that early parlia-

mentary elections were called

productive. "Albanians were not against the constitution but against the style of the propaganda," said Ismail Kadare, a writer. "The television propaganda was freand recalled the days of com-

munism." cized the draft as giving too style rather than the charter.

Mr. Hajdaraga and Arta Da-bulla, a member of the party vigorously rejected all criticism. "If you examine my constitu-tion," he said, "you will find it definitely diminishes and not

for to reflect the present mood of the country. Parliament

dum campaign proved counter-

Opposition politicians criti-silver lining in the referendum result. "It showed this people many powers to the president, have truly progressed," he said. but even they said the voters "Despite the frenetic television had rejected the president's propaganda, the people calmly

800-111

0800-89-02221

0500-800-800

1-800-888-8000

800-1114-0

## ROYAL NEW YEAR'S EVE HOTEL ROYAL MONCEAU

# Sparkling New Year's Eve

Accommodation for 2 nights, brunch on January 1st, continental breakfast on January 2nd, access to the health and beauty centre.

> GROUPE ROYAL MONCEAU "Luxury with the French Touch"

2 nights from 31.12.94 to 02.01.95

## CLEARY, GOTTLIEB,

is ask the butler. Theraten Joues Where service is anything you want it to be.



355-5770

Italy(CC)

Kenya

0130-0012 LebenomiCCI

00-800-1211 Liechtens

1-800-624-8721 Luxemboum

001-800-444-1234 MonacoiCCle

To call from country to country, or to the U.S., dial the WorldPhone® number of the country you're calling from.

## **Education Directory**

Every Tuesday Contact Fred Ronan Tel.: (33 1) 46 37 93 91 Fox (33 !) 46 37 93 70 or your nearest IHT office

# UNIVERSAL TRANSLATOR

001-800-333-1111 Ecuador-022-903-012 EgyptiCCI+ 1-800-624-1000 (Outside of Cairo, digl 02 first.) 0800-10012 Finland(CCIe 1-800-623-0484 France(CCIe

Use your MCI Card," local telephone card or call collect...all at the same low rates (CC) Country-to-country calting available. May not be available to/from all international locations. Certain restrictions apply. 4 Limited evailability. Y Wait for second dial tone. A Available from LADATEL public phones only. Rate depends on celt origin in Maxico. 1 International communi ble from public pay phones. 4 Public phones may require deposit o coin or phone card for dial tone.

800-674-7000 Pores Para(Outside of Lima, diel 190 first.) 080011 PelandICC 197-00-19 (Available from most major cities.) 600-624 Puerto Rico(CC) (Outside of Setrut, dial 01 first.) 0800-0112 RusslatCCH-95-800-674-7000 San Marino/CCto 19 v 00-19 Saudi Arabia

172-1022 Military Bases

06-022-91-22 Slovak Republic 001-800-950-1022 South Africa(CC)

Phones Only) (Outside of Managua, dial 02 first.) 1-800-55-1001 Norway(CC)+

2810-106 Trinidad & Tobago 008-11-800 Turkeye 008-11-800 Turkey-001-190 Ukraine+ 0v-01-04-800-222 United Arab Emirate 05-017-1234 United Kingdom(CO 1-800-888-8000 To call the U.S. using BT 0800-012-77 To call the U.S. using MERCURY 01-800-1800 To call anywhere 800-497-7222 than the U.S. 172-1022 Uruguay (Collect not av 1-800-11 U.S. Virgin Islands(CC)

00-42-000112 Vatican City (CC)

Let It Take You Around the World.

800-002 El Satvadore

000-8012 Germany/CC

00v-0316 Grenada+

162 Haiti ICCH

ble with people they used to disparage as "terrorists."

In both a letter to the Sinn Fein leader, Gerry Adams, and a three-paragraph statement. Prime Minister John Major's office pointedly referred to the meeting as "exploratory dia-logue." This is in keeping with

For 25 years now, the Irish Republican Army has been fighting the British Army in the name of the Catholic minority of 650,000. It wants to join UIster to the Irish Republic to the south, something that is an anathema to the province's 950,000 Protestant majority.

evoked a familiar pattern of re-sponses across Ulster's varied political spectrum. Mr. Adams, who took a considerable risk in persuading the IRA to go along with a unilateral truce that was declared Sept. 1, welcomed it.

by both governments."
The Ulster Unionist Party,

The Reverend Ian Paisley,

DEATH NOTICE

is sad to note

the passing of

## STEEN & HAMILTON

# THE AMERICAS / LAST OF THE BOSSES

# Gingrich to Benefit As Party Weakens House Panel Leaders

By Guy Gugliotta Washington Past Service
WASHINGTON — Reforms contemplated by the speaker-to-be, Newt Gingrich, and the incoming Republican and the mooming kephoncan leadership will substantially weaken House committees and make it unlikely that the Republicans could create a new generation of "bosses" in the radition of Democrats such as Dan Rostenkowski of Illinois and John D. Dingell of Michi-

Instead, almost by default, power will flow back to the speaker's office, where Mr. Gingrich, Republican of Georgia, and his advisers have forged a close working alliance with the young Republican members who have the most to gain in the new regime. Mr. Gingrich has said he hopes to hman on every committee,

n Massacra

E Name Com

The last very

ens desirial

The State of The same

Account the River

hiite Lead

-

100

An<u>ra</u> .

ATE

Hours

- - / 45

The Republican team is aiming for a historic makeover in way the House conducts nsiness and will accomplish it simply by exercising its prerogative as the majority party and

changing the rules.

Things will be substantially, if not radically, different," said Representative Robert S. Walker of Pennsylvania, one of the party's leading theorists. Overall, the party aims to create a leaner, more efficient House that will pass fewer but better bills, he said.

The new rules will eliminate three committees, slash committee staff by one-third, impose term limits on committee and subcommittee chairmen, end proxy voting in committee. rewrite the rules of floor debate and stipulate a three-fifths majority to pass tax increases.

Power, grown diffuse and unwieldy during the Democrats' 40-year domination, will shift away from the committees and toward the speaker's office, where the rules are written. Chairmen will be challenged on the floor, their bills amended and their wishes thwarted.

Y"I can say this," said the incoming chairman of the Natural Resources Committee, Donald E. Young, Republican of Alaska, "I believe the House can't run as a total democracy.'

But for Mr. Young and other new committee chairmen, many of whom have waited for decades to run the show, the prospect of having their authority diluted by committee term limits, staff reductions and challenges to their jurisdiction may be less than attractive.

The incoming chairman of the Energy and Commerce Committee, Thomas J. Bliley Jr., Republican of Virginia, already has withstood the leadership's efforts to dismember his committee, Republican sources said. But publicly, most, if not all, senior Republican members seem willing, at least for now, to try out the changes.

Henry J. Hyde, Republican of Illinois, who is set to take over the Judiciary Committee, said he had "mixed feelings" about the rules but would "see how it works" with the proviso that the changes could be undone if they proved unsuccess-



THE BUSHES DIG IN - George Bush, his wife, Barbara, and family at a groundbreaking for the George Bush Presidential Library in College Station, Texas. Gazing at several former members of his cabinet, he deadpanned, "When I look out here at the dedicated leaders from my administration, I see — well, I see half the field for 1996."

#### **Away From Politics**

 An international drug money-laundering operation, which prosecutors said used lawyers, rabbis, a diplomat and a New York policeman who reportedly stored close to \$! million in his precinct locker, was broken up after raids in New York, Florida, Colombia, Europe and Los Angeles.

• Several anonymous phone calls threatening President Bill Clinton led to the arrest of a 15-year-old in Detroit who said he made them from school to relieve his boredom and to impress his friends, the Secret Service said.

• A jury recommended a zookeeper be awarded more than \$3 million for the arm she lost to a polar bear she was feeding at the Cincinnati zoo.

• The former TV evangelist Jim Bakker became a free man Thursday, after four and a half years in prison, a month at a halfway house and four months of house arrest. Mr. Bakker, 54, was convicted in 1989 of defrauding his followers.

• The last of three Marines to be tried in the May 1 stabbing death of a fellow Marine near Hiroshima, Japan, has been sentenced to life in prison, the U.S. military said. Corporal Kenneth E. Ruiz, 23, was convicted of premeditated murder. • In a ruling that has stirred deep and emotional divisions among Catholics in northern Virginia, Bishop John R. Keating said the Arlington Diocese would not allow girls to serve at the altar in most services. Pope John Paul II has ruled that girls can be altar servers, although he left the decision to each LAT. AFP. Reusers, AP. WP

An Era of 'Fair Treatment' By Tod Robberson

Washington Past Service
MEXICO CITY — Ernesto sale reform of Mexico's corrup- nation's poorest people. tion-tainted judicial system.

the advances Mr. Salinas's sixyear administration had made

North American Free Trade fully negotiate an end to a peas-

Mexico's New Leader Pledges

Although Mr. Zedillo repeat-Zedillo Ponce de León, a 43- edly praised Mr. Salinas, the year-old, Yale-educated econo- new president heavily criticized mist, donned the presidential the outgoing administration's sash Thursday and delivered a toleration of corruption, perscorching inauguration speech sonal enrichment by public ofcalling for greater attention to ficials, lax law enforcement the nation's poor and for whole- practices and inattention to the

In a clear reference to last With Vice President Al Gore month's passage in California of the United States, Fidel Cas- of the anti-immigration Propotro of Cuba and most other Lat-sition 187, Mr. Zedillo frowned in American heads of state in as he pledged to be an "active attendance at Mexico's Legisla-and open nationalist" who tive Palace, Mr. Zedillo hugged would "defend lawfully and dethe outgoing president, Carlos cisively the dignity and human Salinas de Gortari, and praised rights of those Mexicans living beyond our borders."

Mr. Zedillo urged redoubled in transforming Mexico's econ-omy and implementing the political assassinations, peace-

ant uprising in southern Mexico, and curtail international drug trafficking and wide-

spread political corruption. The overriding theme of Mr. Zedillo's speech was that average Mexicans do not feel they are receiving fair treatment under a political and economic system heavily weighted to favor Mexico's business elite.

"Fair treatment means fighting monopolistic practices, abuses and privileges. It means precise, simple regulations to prevent corruption and promote economic activity," Mr. Zedillo said. "Fair treatment means a simple, transparent and equitable tax system, and the capacity to defend oneself against possible abuses on the part of authorities."

#### **Ethics Debate Swirls Around Gingrich**

WASHINGTON — The House speaker-to-be, Newt Gingrich, who has built a political reputation as an ethics crusader. now finds himself at the center of a congressional debate over alleged improprieties while also in the powerful position to pick new members of the House ethics committee.

Mr. Gingrich, Republican of Georgia, says he will not recuse himself from making appointments to the 14-member ethics panel despite a complaint lodged with the panel that said he improperly used his political organization to finance a college course he taught. He has dismissed the allegations as nothing but political vindictiveness by a former Democratic representative, Ben Jones, whom he defeated Nov. 8.

Mr. Gingrich has sent a letter to the panel in which he contended that it did not have the authority to investigate the matter because it is a tax issue. The panel put off a decision this week on whether to pursue the allegations, raising the possibility the matter will not be resolved until early next year, when Republicans assume control of Congress.

Mr. Jones asserted that Mr. Gingrich had violated House rules by improperly using GOPAC, a Republican political organization that Mr. Gingrich heads, to develop and raise money for the course he taught last year at Kennesaw State College in Marietta, Georgia. Contributors who funded the course got tax deductions because they sent checks to the college's foundation.

#### Retiring Leader Gets Part-Time U.S. Post

WASHINGTON - President Bill Clinton will name the retiring Senate Democratic Leader, George J. Mitchell, to be a special adviser for economic initiatives in Ireland, White House officials said Thursday.

The appointment will be part-time, and not tied directly to peace talks between Britain and Ireland, officials said. (AP)

#### Quayle's Blood Clots Laid to Long Flights

NEW YORK — The blood clots that lodged in former Vice

NEW YORK —The blood clots that lodged in former vice President Dan Quayle's right lung probably resulted from immobility during long airplane flights, his doctors said.

The condition of Mr. Quayle, 47, who is in an intensive care unit in Indiana University Medical Center in Indianapolis, has improved and his vital signs have returned to normal. He will begin on an anti-coagulant drug that he is expected to take for several months after leaving the hospital. (NYT)

#### lliegal Aliens Cost California \$2.3 Billion

WASHINGTON — The General Accounting Office has released a report estimating that California will shoulder \$2.3 billion in costs during the coming fiscal year to provide education, emergency Medicaid and adult incarceration for its large population of illegal immigrants.

The study, released by Senator Barbara Boxer, Democrat

of California, also estimated that the state's undocumented population generates \$1.3 billion in U.S. tax revenues. (LAT)

#### Quote/Unquote

From a draft of "1945," a forthcoming novel about World War II co-written by Mr. Gingrich: "Suddenly the pouting sex kitten gave way to Diana the Huntress. She rolled onto him and somehow was sitting athwart his chest, her knees pinning his shoulders, 'Tell me or I will make you do terrible things, she hissed." Moments later, the hapless White House chief of staff succumbs to the German spy's spell, telling her:
"We're making this new kind of bomb."

(AP)



Client/Server computing is good for your people because it gives them easier access to more information. It's good for your business because it removes barriers giving you new flexibility to improvise, to reorganise, to reengineer.

So the question is not whether to explore Client/Server, it's what to look for in the people who help you. Here's a suggestion: look for someone who has the experience to custom tailor a solution for you. If they don't have a long list of references in building Client/Server applications, call someone who has; someone like IBM.

We have more experience with more kinds of platforms, networks, and industry applications than anyone. So when we custom tailor your solution we can be more objective about your options than single platform vendors.

And we keep careful track of everything we learn. Each Client/Server solution is unique, but we'll compare your situation with ones we've faced before to give you the direct benefit of realworld experience.

So if you want your solution tailor made, call us first. Simply contact your local IBM representative.

INTERNET: «A Guide to Open Client/Server» is available via

1) E-Mail: client\_server@vnet.ibm.com 2) http://www.europe.ibm.com/client\_server

3) ftp://ftp.europe.ibm.com/cliens\_server/docs

waiting re that

et with ed Japl later a hat his Nakaæn deasible! perican Bombed that ded to ambing ks had ey had

Tokyo æ. Bes, from thfindor the at low ianes. ht the e city, 3 that off eso flee.

traps. nt into from f oxy-owned d sevre debegin-April, ed an made With struck ie in-

≅nded tions eland ւ, Pelndayck of n Hibroke .th\_

r cor n the jour-ud on Ps

## A Moment of Shame

Butros Butros Ghali went to Sarajevo on Wednesday not so much to save what is left of Bosnia as to save what is left of the United Nations, whose mission, reputation, self-respect and forces alike are in peril. He said that if there were not a cease-fire in Bihac and across Bosnia plus respect for UN peacekeepers, he believed that the UN expedition should end. Both Bosman Serbs and the Muslimled Bosnian government disdain a ceasefire, and the Serbs continue harassing UN forces. With Mr. Butros Ghali's reasonable conditions unmet, the United Nations should accept the fact of its disgrace and misfortune and withdraw.

But, you say, what about Bosnia? It is only prudent to expect that removal of the UN peacekeeping cushion, thin and lumpy as it is, will undo the UN arms embargo and precipitate a new round of arming and fighting — and possibly again draw in Croatia. (It will also leave untended the 1.4 million Bosnians whose feeding is in the United Nations' care.) Within Bosnia, the well-armed Serbs start this new phase ahead, but the lightly armed Muslims figure to catch up. The latter's prospects seem dismal to many outsiders, but Muslims are the principal

victims of the war, victims of Serbian appression and Western abandonment, and they have an undeniable moral claim

to choose to fight on.

The United States has its own decisions to take. For NATO reasons, it will want to help in the evacuation of endangered UN forces -- with serious bombing if their exit is impeded. But as for joining the Muslims' battle against the Serbs in the air, American interest and opinion still dictate caution. NATO has been hiding behind United Nations neutralism; with the United Nations gone, NATO is unlikely to heal its divisions and commission a big bombing campaign. But the NATO countries and Russia can at least offer their mediating services to the combatants, and they must use their diplomatic reach to try to inhibit the war's spread. To support their policy, the outside countries should be prepared to extend the political and economic isolation of the Bosnian Serbs for a protracted period of time.

This is a moment of breathtaking international shame. On top of tragedy, further tragedy will be piled. But Americans do accept at least a minimal obligation to Bosnia — don't they?

-THE WASHINGTON POST.

## Norway Out in the Cold

While most Central and East European countries clamor for the swiftest possible admission to the European Union. Norwegians have for the second time ejected an invitation to join. This week's referendum was only an advisory vote, but the Storting, which has the official say, will not defy the electorate's advice.

Norway's voters are not crazy. Their country is indeed a special case - already a NATO member, rich, well run and with an economic structure that might have made it a net loser from membership in strictly economic terms. Its main export, oil, does not depend on privileged access to European markets. Its well-managed fisheries will now not have to admit Spanish, Portuguese or other EU trawlers or accept the suspect custodianship of Brussels fishocrats. So long as these resources remain plentiful, going it alone makes some economic sense. especially for the rural people who cast most of the "no" votes. Once those resources start running down, Norway can count on yet another invitation to join.

On the other hand, those working in manufacturing and service businesses could suffer from reduced access to European consumers and investment. That helps explain the strong "yes" vote in longer be a tenable choice.

Oslo and Bergen, Norway's main cities.

— THE NEW YO.

Moreover, all Norwegians may soon come to regret their country's isolation from European political councils at a time when important new security and

financial institutions are being shaped. The European Union's expansion, meanwhile, goes ahead. Three new members, Austria, Finland and Sweden, join next year. The leaders of the Czech Republic, Hungary, Poland, Slovakia, Buigaria and Romania have been invited to next week's EU summit meeting in Essen. Some of these countries may be ready for membership by the end of the decade.

The momentum lost in the early 1990s over public unhappiness with the bureaucratic and centralist Maastricht treaty seems to have been regained as Brussels and national leaders grew more responsive to public alienation and scaled down overly ambitious plans. Neither a single currency nor a common foreign and defense policy is likely before the end of this decade, as originally planned. But the European idea is again a positive vision, from the Atlantic to the borders of the former Soviet Union. Norway has chosen for now to stand outside, along with Iceland, Liechtenstein and Switzerland. A decade from now, that may no

- THE NEW YORK TIMES.

### **Back Down on the Farm**

next year will be to write a new farm bill. It is a huge undertaking; here will come a five-year bill involving billions of dollars in likely subsidies and other forms of support to an entire sector of the American economy at the start of a new era in world trade. But this time the problem is compounded. The administration has no discernible farm policy, has never developed one and seems most unlikely to do so now, when it has been politically weakened and will shortly lack even an agriculture secretary. The Republicans, perhaps particularly in the House, are likewise untested. It is clear enough that they want to cut federal spending and regulation, but not so clear that they want to cut farm spending and regulation not the elaborate regulatory structures

that prop up prices, at any rate. The major farm support programs are trade-offs of price and income supports for production restraints. The strongest believers in free markets among the Republicans would do away with them. Some urban Democrats have also tried to kill or cut back some of the lesser programs, although for different reasons. There is likely to be a revival of such talk this time around, particularly if Republicans, who tend to be strong in farm states, also pass a balanced budget amendment and begin to make heavy cuts in other spending. If only for political reasons, members not from farm states will try to force them to

cut farm spending, too. Farm state members of both parties can be expected to resist. They have already indicated that they will again try to do no more than make modest further reductions in support levels. But that, too, can eventually lead to a dissolution of the system, because as support levels drift below break-even points, farmers will be inclined to withdraw from the programs

rather than submit to production limits. That will be the broadest battleground - how much and how to cut the principal programs. There will also be some

A major task of the Clinton adminis- lesser battles. Dairy price supports have decome dystunctional; what helps region hurts another. The system has been so patched over the years that the price of milk is now almost entirely a federal artifact. A truly deregulatory Congress would strike the system down. It would do away with such anti-competitive constructs as the sugar program as well, in which import and now even domestic marketing limitations are used to

keep U.S. prices artificially high. The farm bill also presents environmental issues. What happens next to the conservation reserve program, in which farmers are paid to idle supposedly fragile land? To what extent will either the administration or Congress seek to use the farm bill to make pesticide and/or clean water or wetlands policy?

The administration may not propose a bill. Instead it is said to be considering a statement of principles, mostly of the steady-as-you-go variety, the effect of which would be to leave the writing of the bill to Congress, which has the power anyway. That would be a bow to political reality as well as a way of preserving the president's options and avoiding blame, all of which might be shrewd. But it still wouldn't constitute a farm policy.

- THE WASHINGTON POST.

#### Other Comment The Multilateral Challenge

The president and his top officials must be prepared to put deeds — and, if need be, military power — behind their words. That could require acting unilaterally when national interests warrant doing so. More often, it will likely mean participating as part of a larger collective effort. "Multilateralism, for good or ill, almost always requiring American leadership, has descended on the world," notes Leslie Gelb. The key words in that

sentence are American leadership. - Los Angeles Times.

International Herald Tribune ESTABLISHED 1887 KATHARINE GRAHAM. ARTHUR OCHS SULZBERGER
Co-Chairmen

RICHARD McCLEAN, Publisher & Chief Executive JOHN VINOCUR, Executive Editor & Vice President

 WALTER WELLS, News Editor SAMUEL ABT, KATHERINE KNORR and CHARLES MITCHELMORE, Deputy Ellions . CARL GEWIRTZ, Associate Editor ROBERT J. DONAHUE. Editor of the Editorial Pages
 NONATHAN GAGE, Business and Finance Editor RENÉ BONDY, Deputy Publisher • JAMES McLEOD, Advertising Director

 IUANITA L CASPARI, International Development Director • ROBERT FARRÉ, Circulation Director, Europe Directeur de la Publication: Richard D. Simmons Directeur Adjoint de la Publication: Kathurine P. Darrow

International Herald Tribune, 181 Avenue Charles-de-Gaulle, 92521 Neuilly-sur-Seine, France. Tel.:(1) 46.37.93.00. Fax: Circ., 46.37.06.51; Adv., 46.37.52.12. Internet: IHT@eurokom.ie Editor for Asia: Michael Richardson, 5 Canterbury Rd. Singapore 0511. Tel. (65) 472-7768. Fax: (65) 274-2334
Mng. Dir. Asia. Rolf D. Kranepald. 50 Clouwester Rd. Hong Kong, Tel. 852-9222-1188. Fax: 852-9222-1190.
Gen. Mgr. Germany: T. Schlüter, Friedrichsor. 15, 60323 Frankfurtht. Tel. (069) 72-67-55. Fax: (069) 72-73-10
Pres.U.S.: Michael Control, 850 Third Ave., New York, N.Y. (1032) Tel. (212) 753-880. Fax: (212) 753-8785. U.K. Advertising Office: 63 Long Acre. London WC2. Tel. (071) 836-4802. Fax: (071) 240-2254. S.A. an capital de 1.200.000 F. RCS Nanterre B 732021126. Commission Paritaire No. 61337 © 1994. International Herald Tribune. All rights reserved. ISSN: 0294-8052.



# End the Carnage in Bosnia, Even on Unfair Terms

STEYNING, England — I never imag-ined I would find myself defending Serbian conquests. Yet the choices that the United States and NATO have made throughout the Bosman conflict have been so bad that there are no good choices left. It is better to end the carnage, even on unfair terms, than have it continue for what could be a decade or more.

The Europeans are right. The West should make the Bosnian government settle against its wishes.

After the humiliation surrounding the Muslim defeat in the struggle for Bihac, the United Nations is deadly serious about withdrawing its peacekeeping troops, perhaps even this winter, unless the warring parties agree to a cease-fire across Bosnia and a new round of talks

aimed at ending the war.

The risks of withdrawal would be great, since NATO forces — presumably including American ground troops — would have to provide escort to retreating United Nations personnel.

Until his policy shift this week, President Bill Clinton had been halfheartedly pursuing a strategy that did nothing to end the war while raising tensions with Britain and France: arguing for lifting the arms embargo against Bosnia, unilaterally ending U.S. enforcement of the embargo, and pressing for more NATO air strikes against Serbian positions.

Finally, President Clinton has backed away from these efforts now that Western forces have failed to stop the Serbs in Bihac. Now the strategy should be formally dropped.

Despite the Muslims' recent losses, there are worrying signs that they are preparing another large offensive — this time in central Bosnia. Such a move would be another fiasco. In the past, faint American encourage-

ment has led to gross Muslim overconfi-dence. But has the White House learned not to underestimate the Muslims' irrational and dangerous belief that the West will eventually come to their rescue?

The last two winters in Bosnia, fighting abated. This winter it may escalate as By George Kenney

Muslims, Serbs and Croats anticipate the UN withdrawal and the possibility of capturing equipment left behind.

In the last week, peacekeepers have been de facto hostages of both Muslims and Serbs, while European governments insist that they will pull their troops out

of Bosnia if the fighting escalates.

And what happens if the United Nations leaves Bosnia? Humanitarian aid will end. The Serbs will shut down Sarajevo. There will be no passage by road in or out; no electricity, no gas, no water. There will be violent shelling.

The Serbs will no doubt grab all of eastern Bosnia and what is left of the

Uncritical condemnation of the Serbs and uncritical support for the Bosnian Muslims must be re-examined.

Bihac pocket. The Muslims can maintain a stronghold in central Bosnia, but if they ever seriously threaten Serb-held areas. Bosnian Serbs can rely on allies in Serbia

and Croatia to back them up.

If the United Nations pulls out, my guess is that the Muslims will surrender within six months, with less land than they have now. Bosnia would disappear. carved up between Serbia and Croatia.

This scenario might improve somewhat if the Muslims got outside help, but the Bosnian Serbs would find benefactors, too. Jingoistic Russian legislators, for example, have said that Russia will arm the Serbs if the arms embargo on Bosnia is lifted. The Muslims, in short, have no winning strategy. Like it or not, they are looking at the war's endgame.

Before the Muslims' recent devastating setbacks, there was reason to believe that the Bosnian Serbs were ready to sign a deal — one quite close to the plan the

five-nation "contact group" proposed this past summer.

Although senior Clinton administration officials dismissed this possibility. conversations I have had in the last two months with diplomats close to the negotiations have convinced me of the Serbs' genuine desire to end the fighting. The Serbs' recent successes have shifted the terms in their favor, but their interests in

a settlement remain the same. They don't want all of Bosnia. They know they couldn't control it. And they want to support the efforts of the Serbian president Slobodan Milosevic, to get international economic sanctions lifted from Serbia and Montenegro.

The Bosnian Serbs flatly refused the contact group plan for several reasons. They want to keep their northern corridor connecting Serb-held territory in castern and western Bosnia at its current four-kilometer width, rather than narrow it to 2.4 kilometers as the plan provides.

As a military calculation, that logic is reasonable. They would trade Muslimheld land in eastern Bosnia, which the plan leaves with the Muslims, for Serbheld land around Sarajevo. The exchange carries both advantages and drawbacks for the Muslims, but seems negotiable.

The Serbs want most of the Bihac pocket. Thanks to Sarajevo's intemperate, failed offensive, they are taking it. Finally, they want the same rights of

confederation with Serbia that the Bosnian Muslim-Croat federation enjoys with Croatia, a proposal that now seems to be on the table. Outsiders should note that the U.S.-

brokered constitution of the Muslim-Croat federation gives no explicit rights to Serbs living in federation territory, whereas it does explicitly protect Muslims and Croats. American officials privately admit that the arrangement was too hastily put together, and they are working to fix the problem.

Uncritical condemnation of the Serbs and uncritical support for the Bosnian Muslims must be re-examined. Much has changed in Yugoslavia since July 1991.

What was once a clear-cut war of aggression - some call it genocide - gradually turned into the civil war that many incor-

rectly thought it always was. What was once a genuinely multieth-nic and legitimately elected Bosnian government turned into a hard-line, anti-

democratic Muslim entity. Now we find ethnic cleansing by Muslims alongside that of the Serbs, and the senseless determination of President Alija Izetbegovic of Bosnia to wage war against his longtime rival, Fikret Abdic, the dissident Muslim leader of northwestern Bosnia, thus shattering the one

region spared from earlier fighting.
It is all understandable, but it isn't right. In August 1992, when I resigned from the State Department, I said the West had a brief window of opportunity to intervene. Well, it shut a long time ago.

The clique of nationalist politicians around Mr. Izetbegovic — particularly hard-liners like Fjup Ganic, the vice president - don't want to admit that they will never govern all of the former Bosnia, because doing so raises questions about their legitimacy. Nor can they clearly explain what is to be gained by further fighting. These men - inexperienced, corrupt, unable to fathom international politics - hardly warrant U.S. support in a civil war that would destroy their country in order to save it.

I do not believe that morality has an existential reality independent from the world. Arguing that we must lift the arms embargo so that the Muslims can defend themselves ignores the brutal consequences of arming them.

In Bosnia, we have to recognize that the good is the enemy of the least bad, however tragic that may be. If there is anything to be salvaged from this debacle. Mr. Clinton must work more closely with the Europeans, not against them.

The writer resigned from the State Department in August 1992 in protest against Bush administration policy in the former Yugoslavia. He contributed this comment to The New York Times.

## Sobering Up After Casablanca: Work Remains Before the Bonanza

WASHINGTON — The re-cent Middle East/North Africa economic summit in Casablanca was hailed by many as a significant step on the road to a comprehensive, just, durable and prosperous peace. By bringing together in a public forum highlevel government and business leaders from most of the countries in the region, it provided a

gion's countries. In the midst of optimistic statements at the summit, some participants, including the respected director-general of the Arad Fund for Economic and Social Developtioned against unduly high expec-

GENEVA — The Casabianca conference demonstrated

once more King Hassan's ability

to get conflicting parties together,

and was another example of Mo-

For the organizers it was no

mean success to attract more than

a thousand leaders and executives

from all over the world. These

included leading Western and

Asian politicians, and seven Is-

raeli cabinet ministers. Some

Arab governments, especially

those that have peace treaties

with Israel, were represented.

rocco's gracious hospitality.

By Paul Chabrier The writer is director of the Middle Eastern Department at the International Monetary Fund.

For Commerce as for Stability, Involve Arab People

reminded the audience that a favorable political environment is a necessary but not sufficient condition for the region to exploit its considerable economic potential. This reminder of the challenges signal — not only to people in the region but also to those outside it

ahead is confirmed by the experience of the International Mone-- of changing political and ecotary Fund with countries in this nomic relations among the reregion and others that have called on the IMF for macroeconomic policy advice, as well as technical and financial assistance in support of their economic adjustment and reform programs.

ability in the region.

per annum between the 60 million

Egyptians and the 5 million Israe-

lis. This represents an annual ex-

Western governments and donor

organizations must help the Pal-

estinians set up a government,

compensate refugees and provide

social services so that Palestinian

public opinion will be convinced

that the benefits of cooperation outweigh the psychological satis-

faction of continued hostility.

If Mr. Arafat and the peace pro-

cess are to survive, the Israelis

must let him win political vic-

tories that will bolster his support

cannot make concessions that un-

dercut Israeli security or alienate

If Mr. Arafat must walk a tightrope, so must Yitzhak Ra-bin. The Israeli prime minister

The Israelis have a tougher job.

The money is needed now.

among Palestinians.

Certainly, peace and economic ment, Abdullatif al-Hamed, cau- progress are linked: peace improves the prospects for high ecotations. Their sobering remarks nomic growth and poverty reduc- ter and transport could all bene-

tion; better economic conditions

help to cement the peace process. Specifically, at the country level in the Middle East, reductions in defense spending would free resources to finance needed investments, especially in social sectors like health and education. Peace would lessen private market perceptions of country risk, thereby boosting the expected return to investment activities, a key to high

sustained economic growth. At the regional level, reduced tensions would open opportuni ties for welfare-enhancing trade,

production and investment. Tourism, power generation, wa-

fit. In addition, there is scope for joint production activities, especially in agriculture, agro-industries and manufacturing.

Both the private and the public sectors from several countries in the region put specific projects on the table at Casablanca. In some cases they relied on a strengthened institutional base. Suggestions included: establishing a development bank to facilitate the financing of regional infrastructure projects and to serve as a forum for policy deliberation; creating a tourist board; and setting up a regional chamber of commerce to promote trade between countries and facilitate pri-

vate sector contacts. The range of possible benefits of peace lies behind some observers' enthusiastic expectations, including visions of a free

ried out effectively. · Macroeconomic and structural policies of countries in the region must be strengthened to create a firm enabling environ-ment for private sector growth and investment. The economic peace dividend will not materialize on its own. It needs to be secured through governments' determined implementation of economic adjustment and struc-

tural reform policies — policies

the Gulf. Four cautionary points

must be emphasized, however, in

evaluating the likelihood that economic benefits will material-

• The peace process needs to

be broadened further to bring in

all relevant parties and address

remaining, albeit difficult, issues.

This is key to a comprehensive,

to ensure that appropriate pro-

posals aimed at strengthening the

region's institutional base are car-

• Timely follow-up is needed

ize on a significant scale:

just and durable peace.

that restrain inflation, foster growth and spur employment. The general public in the region needs to be made aware that realization of the economic peace dividend will take time. While financial assistance from industrial countries - especially to the Palestinian authorities — will be essential in the interim period, it cannot substitute for self-generated amelioration in living standards through policies that pro-

mote saving, investment and economic efficiency. Moreover, given the legacy of years of hostility and mistrust, new regional economic and financial linkages are likely to evolve only gradually, taking root and flowering as the people of different countries get to know and trust each other more. This is an essential reason not to allow the momentum created to be lost, but

on the contrary to build on it.
The Middle East/North Africa economic summit was a significant event in the economic history of the region. Now the remaining challenges must be addressed. and appropriate policy responses formulated. As it has done or is doing in so many parts of the world, the IMF stands ready to assist countries in the design and implementation of economic policies, and in the provision of technical and financial assistance.

International Herald Tribune.

#### But apart from a natural conchange of goods and services of centration of Moroccan entrepreless than one dollar per person. neurs, the Arab business commu-The situation can change when nity was virtually absent. Israel and its Western allies extend

After the War, the Hard Part

## By Walter Russell Mead

NEW YORK — The Middle East peace process is at a crossroads. Yasser Arafat has agreed to make peace with Israel, but the terms of the agreement are destroying his political authority. On the West Bank and in Gaza,

one can see the decline in Mr. Arafat's influence. More and more Palestinians talk openly about their disappointment with the agreement and their disillusionment with Mr. Arafat.

Israelis aren't much happier. Agreement with the Palestinians furthered peace with Jordan, but it hasn't brought peace to the Israeli people. Soldiers are still being attacked, terrorists are still hitting civilian targets. Israelis and Palestinians are

both weary of war, but neither side is quite ready for peace. It is the same problem that has haunted the Middle East since the 1967 war: The Israelis do not know how to deal with victory, and the Palestinians do not know how to deal with defeat.

Mr. Arafat needs to be both the George Washington and the Kon-rad Adenauer of Palestinian history. As Washington, he must secure national independence and preside over the birth of a nation and a new political system. As Adenauer. Mr. Arafat must help his people come to terms with defeat, Neither role will be easy. Mr. Arafat will need help from

the Israelis and the West. The

West's job is the easy one: to pay.

a sensitive and divided Israeli public. But he must avoid forcing Mr. Arafat to comply with demands that discredit both Mr. Arafat and the peace process among the Palestinians. Taking risks for peace goes against the grain for many Israelis; to make concessions to a de-

feated enemy seems foolish to

people who have spent their lives

a struggle for survival. Israel must learn the lesson today that the United States began to absorb after 1945: It isn't enough to defeat your enemies you have to make friends with them. These lessons came relatively easy for the United States; they will be much harder for a small country like Israel, surrounded by former enemies whose goodwill is far from assured.

Los Angeles Times.

By Mohammad Tarbush their official dealings with Arab

In a large measure this was due to an old habit of Western and governments to the Arab people. Israeli policy toward the Arab The Clinton administration world, namely, reaching out to has already begun such contacts Arab governments but rarely to with the Palestinian private sec-Arab people. The Israelis are still tor through its Overseas Private far from winning popular accept-Investment Corporation. However, with an annual budget of Fifteen years of Egyptian-Israe-li coexistence has brought a vol-ume of trade of around \$40 million only \$75 million allocated to

projects in the occupied territo-ries, the scope of the corporation's achievements is limited. Truly democratic institutions in the Western sense are still rare and at best at a formative stage in the Arab world: no effective trade unions or representative national assembles, widely controlled media, and in most places an omni-

present thought police. Nevertheless, a widespread and effective souk democracy exists, in which Arab consumers rule supreme and selectivity of purchase is observed. Consumers' will carries more weight in the calculations of Arab entrepreneurs than official policy. This silent constituency will vote "yes" to meaning-ful economic relations with Israel when Israeli withdrawal from the occupied territories is complete and an equitable settlement is made for the Palestinian refugees

of 1948 and 1967. The learned crowd at Casablanca were naturally aware of the constraints facing foreign investment and mobility of capital within the region. They insisted on the need for appropriate legislation and political stability as prerequisites for economic devel-

opment and prosperity. There was talk about a \$10 billion regional development bank and other grandiose projects that would help the Middle East and North Africa leap into a more prosperous future. The right environment should also draw part of the \$600 billion in Arab funds invested abroad, with all the multiplier effects such a movement of capital would have.

Israeli participants at the conference who were looking for outlets for their products and knowhow may have been surprised by the sophistication of their counterparts and their ability to tap advanced sources of production and technology worldwide,

No doubt for this reason, but also because, demonstrably, official peace treaties are not sufficient for growth of multinational

trade, no substantial transactions were signed, and Israeli-Arab contacts were often confined to a mere exchange of business cards. (According to Ha'aretz, this led Shimon Peres to comment that Israeli delegates were busy meet-

ing each other.) Beyond the celebrations and rhetoric, Israelis were reminded that acceptability in the Arab world is to be earned through the occupied territories.

When that happens, a major obstacle to the flow of capital and ideas within this resourceful region of 300 million inhabitants will be removed. If this is coupled with the spread of legitimate regimes, and a radical correction of unemployment (now affecting mainly the young and reaching as high as 50 percent in some Arab countries), prosperity can finally dawn. Bear in mind ancient Mesopo-

tamia, which forms a fraction of the total area of the contemporary Middle East and North African, once supported a population of 50 million. The potential for a prosperous region is hardly an ivory tower hallucination.

The writer, a Palestinian, is an investment banker and writer on current affairs based in Geneva. He contributed this comment to the International Herald Tribune.

## IN OUR PAGES: 100, 75 AND 50 YEARS AGO

#### 1894: Don't Mention It

LONDON - Any man during to mention the state of the weather in an after-dinner chat last night would have been summarily ejected from the smoking-room of any club in London. The fog was a kind which could not be cut with the proverbial butter knife, but which would take a keen-edged razor. Every man one met - or collided with - was muffled up to the ears and gasping and coughing like the asthmatic wal-

#### rus of Lewis Carroll's creation. 1919: Herald Reappears

PARIS - Another strike has ended; after the booksellers' employes, the grocery and dry goods store workers and others, the Paris printers have resumed work on the former conditions. The strike having been called off, the Herald.

newspapers, reappears to-day [Dec. 2] in its customary form. It is unnecessary to state that we accepted the suspension of publication with extreme reluctance. But we had no acceptable alternative.

#### 1944: Banzai Attacks GENERAL MacARTHUR'S

**HEADQUARTERS**, Philippines -[From our New York edition:] Units of the American 7th division advancing northward toward Ormoc along Leyte's west coast smashed a series of suicidal Japanese banzai attacks on Tuesday [Nov. 28] and Wednesday nights near Palanas, General Douglas MacArthur announced. Brandishing Samurai swords and bayonets, screaming and shouting, and fortified with sake, the enemy charged the 7th's positions in considerable strength. When the foe was within range, our men cut in common with the other Paris loose and mowed them down.

## المكاس الاعل

By William Safire

NEW YORK — The first rule of punditry is to present a clear point of view. My formula: Here's what's wrong; here's who's messing up; here's what we should do.
No on-the-other-handwringing.
Let others take an attitude; I

offer certitude. That comes naturally because I have worked out a mindset. The fervent furtherance of freedom, international and personal, is its bedrock. That's why I want the United States to be interventionist for human rights abroad and antibuttinsky at home.

But today I have a conflict of mindsets. One says: Within the next decade the Russian bear will become strong and hungry and will growl again, so we must strengthen and extend the Western alliance

to avert a test by war. Deep geothinkers like Henry Kissinger and Zbigniew Brzezinski support this mindset with historical sweeps: Russia is authoritarian at heart and expansionist by habit; with its educated population and vast resources - now unencumbered by Communist baggage -Russia will rise again to superpowerhood, and is manifestly destined to look west and south to fill its irredental caries.

If that is true - and a lifetime's hawkish instinct says it is —then we Americans should set aside petry irritations with newly complacent allies in Europe.

We should not only maintain our troop strength of 100,000 Americans there, which puts our men and women where our mouth is, but extend membership of the North Atlantic Treaty Organization eastward to countries most likely to be threatened by a revivilled Moscow.

That means soon taking in Poland, Hungary, the Czech Republic and the Baltic states — the most Westernized nations of Eastern Europe — and ultimately Ukraine as it privatizes. The time to push the protective line eastward is now, while Russia is weak and preoccupied with its own revival, and not later, when such a move would be an insufferable provocation to

a superpower. That inclusion is the direction taken by Clintonites, to the consternation of doves and other isolationists. After flirting for a year with a silly halfway house called a Partnership for Peace to fool or pacify the Russians. Deputy Secretary of State Strobe Talbott is getting serious about making certain

the nations most at risk will be brought into NATO and no longer be up for grabs.

That is why President Bill Clinton is off to Budapest on Sunday on a frenetic five-hour photo opportumity at a gathering of the Conference on Security and Cooperation in Europe, the alliance bigger than NATO but smaller than the United Nations. It is a way of telling the Russians they can belong to a convivial European club too, without letting them into NATO, which would defeat the purpose of the Atlantic alliance.

On the other hand (a phrase I swore never to write), there is this contrary mindset: If allies are not prepared to pull their weight in an alliance, let them go it alone.

Bosnia is to the UN what Ethiopia was to the League of Nations: the moment of truth at which the world body flinched, inviting greater aggression elsewhere later.

The "pro" in "Unprofor" means protection. Some protection. Not that two of the key players in NATO wanted to protect Bosnia from dismemberment. The United States wanted to supply the victims with arms and offer them NATO mainly U.S. — air support. France and Britain put troops in only to facilitate surrender. But if nobody is willing to supply Sarajevo, who will be willing to die for Danzig?

Or Paris, for that matter? France's record includes a preemptive surrender in World War II and a free ride on NATO's back in the Cold War. Britain's reliability has been compromised by a studied spinelessness intended to curry favor with Europhiles. And insular Germany, the real power in Europe, quietly favors help-

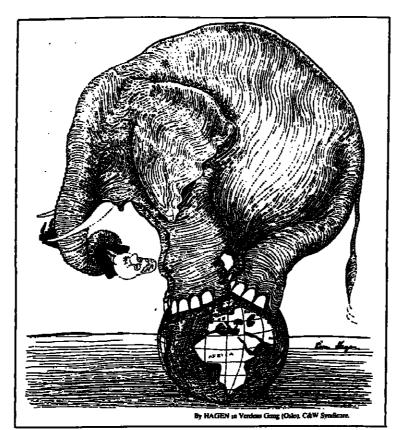
ing us defend Germany.

If America's NATO partners laugh at its leadership in the Balkans, why maintain a major force over there at all? Why promise to participate in a European nuclear war? America's front line is no longer Europe; it is the skies over the United States.

To employ a Franklin Roosevelt metaphor, NATO's failure of nerve in Bosnia shows we have bred military-welfare dependents, who --- as soon as the Communist disease seems cured - throw their crutches at the doctor.

These conflicting weltanschauungen cannot long co-exist in the same head. Not to worry; I will noodle it out and pass along which mindset won. Watch this space.

The New York Times.



# Over Tokyo the Tail Gun Fell Silent

MELBOURNE — Many Japa-nese believed that they would lose the war after the decisive U.S. naval victory in the battle of Midway Island, in June 1942, ended Japanese expansion into the central Pacific. The capture of Saipan Island by American forces probably sealed the country's fate.

However, when air raid alarms signaled the first U.S. Superfortress

1944 TOKYO 1994

raid on Tokyo, just over 50 years ago, the Japanese were gripped by even deeper despair — of the sort that had overtaken their forebears in the previous century, when an American naval squadron dropped anchor in Tokyo Bay, to mark the start of a painful process of modern-

On Nov. 24, 1944, 110 B-29 Superfortresses took off from Saipan for a high-level daylight bombing raid on Tokyo's Nakajima aircraft factory. The B-29 was a large and sophisticated plane. It had new fuel injection engines specifically de-

fewer than a dozen people, includ-

ing Jerry Rubin, decided to invent

something the media would pay at-

tention to, and in the process of paying attention to it, create a self-

fulfilling prophecy — which eventu-

ally drew demonstrators to Chicago

for the Democratic convention the

following August.
The media endlessly declared the

Yippies and their stunts "quintes-

sential." In collaboration with re-

porters who found them endlessly

fascinating, the never numerous Yippies did capture (indeed "in-

haled") one of the spirits in the air

of those days. But most of that

decade's activists belonged to less

women's and other radical groups.

The writer is author of "The Six-

ties: Years of Hope, Davs of Rage.'

TODD GITLIN.

photogenic civil rights, anti-war,

By Denis Warner

signed to operate at high altitudes and long range. In training, however, the crews had been dogged by engine trouble. Tokyo was more than 1,500 miles (2,400 kilometers) from Saipan. A round trip would take 16 hours.

The island was not an ideal operational base. Only one B-29 could take off or land at a time. Since there would be an interval of one minute between each take off, the bombers could not operate in mass formations as the allies did in Europe. The crews were not to have the comfort of safety in numbers.

The preraid briefing was not for the faint of heart. We were told that for safety's sake, the planes would have to detour around all Japanese-Leld islands on the way to the homeland. We were warned of the dangers we might encounter over Japan, of the treatment we might expect if we crashed or landed by parachute in Japan, and of the difficulties of making the long return over water if the aircraft was badly damaged. Submarines had been positioned to rescue crews who came down at sea. We were given their locations.

As we approached the target over Tokyo, the first anti-aircraft fire burst well below us. But soon the shells started coming uncomfortably close. Japanese fighters followed Our tail gunner and a Japanese gun opened fire at the same time. We saw the Japanese plane pull out. But

our own gun also stopped suddenly. Our B-29 dropped its bombs and swung back toward the sea over Tonese fighters coming up. Fortunately, they were too late. When the captain checked his crew, there was no response from the tail gunner. The co-pilot went back to investigate and found him bleeding badly from a head wound. But in rushing to his aid, the co-pilot had forgotten that we had depressurized. While he was in the tail gunner's bay, his oxygen supply ran out. He ceased to

respond over the intercom. We dropped from 29,000 feet to 12,000 feet, a level at which oxygen would not be needed. A third crew member went back to the tail gunner's compartment and reported that both men were dead or dying. Low on fuel, and having lost valuable gliding altitude that might have helped us in an emergency, we limped back to Saipan. We landed with two dead men and the fuel

tanks showing empty.
Of all the B-29s that had taken off from Saipan, only 24 reached Tokyo. Sixty-four turned back. One Tokyo. He contributed this comment was destroyed in a Japanese kami- to the International Herald Tribune.

kaze attack. One ditched and the crew was picked up by a waiting submarine. I am not even sure that the plane I was in hit the target with its bombs, Torao Saito, a noted Japanese war correspondent, and later a close friend, used to claim that his home a long way from the Naka-jima aircraft factory, had been destroyed and that I was responsible!

Successive high-level American bombing raids over Japan were no more successful. Japanese defenses improved. Soon the U.S. 21st Bomber Command was losing an average of five planes of every hundred that went on a raid. It was decided to change from high-altitude bombing

to low-level fire raids by night. While the high-level attacks had not caused great damage, they had frightened many Japanese. But the moment of real horror for Tokyo came on March 9, 1945.

A gusty wind had been blowing during the day. As darkness fell, it reached almost typhoon force. Behind it came hundreds of B-29s, from Saipan, Tinian and Guam. Pathfinder planes marked the target for the main forces, which roared in at low level, dumping tons of incendiaries.

It was impossible to fight the fires. They raced through the city, often preceded by fireballs that started new blazes and cut off escape routes for those trying to flee. Bomb shelters became death traps. People living near canals leapt into the filthy water, only to die from smoke inhalation and lack of oxygen. Thousands of others drowned

in the Sumida River. About 100,000 residents and seven square miles of Tokyo were dekyo Bay. We could see other Japa- stroyed. But this was just the beginning. From March to mid-April, American fire bombers burned an estimated 770,000 houses and made 3 million people homeless. With Tokyo in rums, the B-29s struck at other areas, wrecking the in-dustrial heart of Japan.

Could the fire bombs have ended the war? I doubt it. Despite the incendiary horror, preparations continued for suicidal Japanese resistance to the planned American invasion of Kyushu, the homeland island. That resistance campaign would have made the bloody American landings at Saipan, Tarawa, Peleliu and Iwo Jima seem like Sanday-school outings. Only the shock of the U.S. atomic bomb attack on Hiroshima and Nagasaki finally broke Japan's will to fight to the death.

The writer, an Australian war correspondent with U.S. forces in the Pacific, was one of five civilian journalists to fly on the first B-29 raid on

### LETTERS TO THE EDITOR

#### To Understand Bosnia

Regarding comments by William Pfaff, Flora Lewis and Jeane Kirkpatrick (Opinion, Nov. 25):

These three articles on the former Yugoslavia were remarkable in several points: All displayed a strong anti-Europeanism, a willful misunderstanding of the European role in ex-Yugoslavia, and a mocking of

European concerns. Don't Americans realize that we Europeans do not want our own Viet-nam? Americans should wear their in the UN Charter? Will future genself-righteousness less easily. We Europeans remember that the United States was founded on the "ethnic cleansing" of its previous inhabitants

and military land grabs from Mexico. On this side of the pond we despair when Americans think they know best and try to force their solutions down our throats, insulting us for not taking the medicine. For the sake of trans-Atlantic relations, Americans should try to understand; not mock, threaten and then retreat.

T. G.L. THIRKELL. London.

With the UN Security Council and NATO being held at gunpoint by the Serbs, like grocery clerks who will soon hand over the cash, I find profoundly disturbing the present European strategy aimed at obtain-ing any kind of peace in Bosnia. It appears likely that the European

members of the Security Council will close their eyes to anything, if the Serbs make this problem go away. Unfortunately, some questions of basic humanity are about to

be brushed under the carpet. Will the effectiveness of the peacekeeping effort in Bosnia be seriously assessed? How much did it cost? Was it worth it?

Will aggression now be recognized as a legitimate means of obtaining land? What about the Bosnierations of Bosnians accept an unjust peace, or will they choose to fight again in 10 or 15 years?

Can we afford to forget the atrocities, the mass rapes, the systematic destruction of a culture? Didn't the world say "Never again" to atrocities committed in the name of ethnic superiority just 50 years ago? Can we afford a peace at all costs in Bosnia?

Strasbourg, France.

#### In the Yippies' Shadow

Regarding "Jerry Rubin, Fire-brand 60s Radical and Co-Leader of Yippies, Dies at 56" (Nov. 30):

Your obituary of Jerry Rubin repeats the canard that the Yippies

## Clinton Was the Target

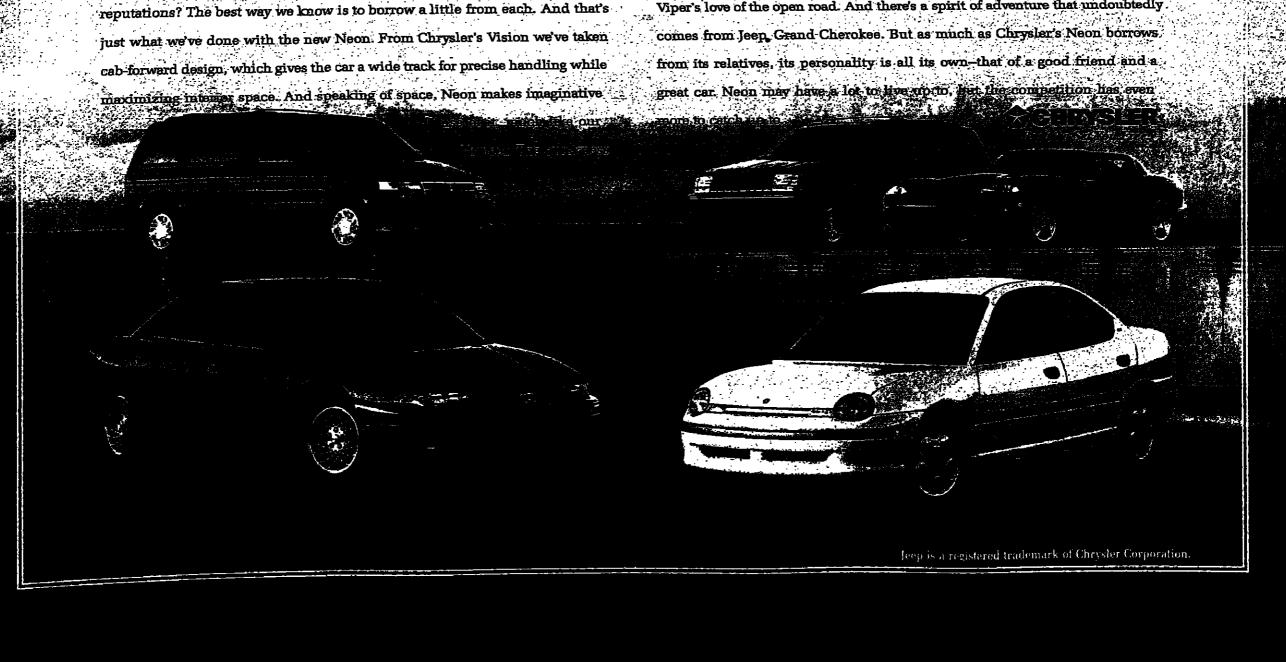
The White House's analysis of the results of the recent congressional elections — that the electorate was fed up with incumbents and not so much with Democrats - is inaccurate. For if it were true, why did not one single Republican incumbent lose? Perhaps the election outcome is more of a referendum on President Bill Clinton than was believed.

FORD ROBERTSON.

# Our Newest Chrysler Has A Lot To Live Up To.

How do you build a car that has to live up to some amazing automotive reputations? The best way we know is to borrow a little from each. And that's just what we've done with the new Neon. From Chrysler's Vision we've taken cab-forward design, which gives the car a wide track for precise handling while maximizing interior space. And speaking of space, Neon makes imaginative

of its 16-valve, 132 horsepower (98 kW) engine can't help but remind you of Viper's love of the open road. And there's a spirit of adventure that undoubtedly



# DELTA FLY TO AMERICA FROM MORE EUROPEAN CITIES THAN ANYONE ELSE.

DLIOT BOMBAY DL 15 WARSAW FRANCISCO DL85 MILAN MOSCOW CHICAGO DF31 D L 8 1 NEW YORK HAMBURG DL125 ATLANTA NICE D L 3 7 CINCINNATI LONDON DL133 YORK ATHENS NEW FRANKFURT ANGELES DL57 LOS PRAGUE CINCINNATI DL49 DL41 VIENNA WASHINGTON BERLIN NEW YORK D L 9 3 TEL AVIV PHILADELPHIA DLII9 ADRID MEXICO CITY DL6079 UNICH DALLAS DL33 LHI WASHINGTON DLIOT NDON LOS ANGELES DL37 YE CHICAGO DL14 NKFURT YORK NEW DIT. NEW YORK DFI SELS SAN 1 S C O DFE RDAM ATLAN DI

A tall story?

schille L

No, Delta fly from 30 European cities, in 20 different countries with over 220 direct flights to the US every week.

From our seven major hubs in the States the Delta system can connect you to 247 other US destinations.

So we're big, but are we beautiful?

Well, we get our fair share of fan mail, but it's the letters we don't get that might interest you.

According to the United States

Department of Transportation, Delta
received fewer complaints\* than any
other American international carrier.

(And this from a nation that really
likes to complain.)

lt's a poll we've been glad to come bottom of every year since 1974.

And since we fly 87 million passengers every year that adds up to a whole lot of satisfaction.

Next time you're flying to the States, look us up.

## **▲DELTA AIR LINES**

You'll love the way we fly.

1 . NO UI . . 1501

# 42 Nations Heed the Call to Make AIDS Fight a Top Priority

By Barry James

tional Heruld Tribune PARIS — Acknowledging that AIDS is a full-blown social crisis as well as a medical one, 42 nations heeded a "general call to arms" by the UN secretary-general on Thursday and said they would make fighting the disease a top political priori-

But AIDS activists said the declaration recognizing the disease as "a threat to humanity" fell short on spe-

The declaration, by which the governments represented promised to fight against the "poverty, stigmati-zation and discrimination" that often accompany the disease, was the main achievement of a World AIDS Day

conference. Although the French government and the World Health Organization, the sponsors of the meeting, invited 42 heads of state, none came, Instead, 13 nations sent prime ministers and 23 others sent cabinet mem-

WHO estimates that 17 million people in the world are seropositive, meaning that they carry the human immunodeficiency virus, or HIV, which causes AIDS.

Half of new infections occur in people under 25, and WHO believes that by the year 2000, 30 million to 40 million will carry the virus. About 4 million people, the UN agency says, suffer from acquired immune-deficiency syndrome, a 60 percent increase in one year.

Butros Butros Ghali, the UN secretary-general, assailed the "serious shortcomings" of the global fight against AIDS and called for greatly increased coordination on the political level.

We are not meeting here in Paris simply to issue a further warning, but to declare a planetary emergency."

Scientists said that a vaccine, even one with limited efficacy, is still many years away and that the best that can be hoped for in the near future are improved therapies that may longer delay the onset of AIDS.

The call to political action was designed to galvanize governments into adopting preventive strategies and to avoid discrimination against AIDS sufferers.

"The policies of the last 10 years have driven most people living with HIV and AIDS underground," said a Jamaican woman using the pseudonym of Yolanda who was representing a group of AIDS activists. "What are you going to do in reality when the ink of your signatures under the declaration has dried up?"

The governments said they would foster education about the disease. which is spread primarily by sexual contact, and promote the use of con-

They pledged to adopt "specific risk-reduction activities" to prevent AIDS among highly jeopardized groups such as drug users and homosexuals. And they promised to strengthen international cooperation to ensure the safety of blood products, which are an important factor in the spread of the disease in developing countries.

The governments also promised to

law for persons living with HI-V/AIDS with regard to access to health care, employment, education, travel, housing and social welfare. Some of the countries that signed the declaration, including the United States and Japan, restrict the entry of

people with AIDS. Officials said they hoped the Paris conference, and a series of follow-up meetings, would help raise con-sciousness. This is vital, they said, because many governments had not realized the global pandemic nature of the disease.

In China, for example, according to Agence France-Presse in Beijing, "official hesitation to tackle issues like sex, homosexuality and drugs has left the vast majority of citizens in the dark about the nature of the "ensure equal protection under the disease and its transmission."

## Clinton Will Bypass **Congress on Payout** To North Koreans

By R. Jeffrey Smith Washington Post Service

WASHINGTON - The Clinton administration has decided to finance the initial stage of its nuclear deal with North Korea with about \$5 million in discretionary Defense Department funds already approved by Congress, ducking a possible clash with Republican lawmakers who claim the accord gave too much away.

The strategy effectively gives the administration until next spring to sell skeptical lawmakers on its merits before Congress might be called on to approve further expenditures.

Senior Clinton administration officials said their strategy reflects their apprehension about the poor reception the deal is getting from influential Republicans.

Neither administration officials nor Republican lawmakers said they expected a concerted effort to undo the accord on Capitol Hill. As Ambassadorat-Large Robert L. Gallucci. the chief U.S. negotiator, said of the congressional critics: "They may not find it as winning a deal as we do. But they will find it preferable to any alternative.

The administration's plan is aimed partly at keeping some of of the nuclear deal off the con-

American trade and investment with North Korea. That action will be performed by presidential order, and will not be subject to congressional review, according to U.S. officials, who asked not to be named.

"We will not do anything that requires passage of a statute because we cannot assume passage of a statute," a senior administration official said.

The \$5 million Defense Department expenditure is for the shipment to North Korea of an estimated 50,000 tons of heavy oil, which North Korea had demanded as compensation for keeping a nuclear reactor shut and halting the construction of two new reactors that Washington complained were developed to produce plutonium for nuclear arms.

A separate Department of Energy plan to assist North Korea in improving conditions at a storage pond for the plutonium-laden fuel rods, as the deal requires, will be funded from discretionary Energy Department accounts, and also will not be subject to congressional review, officials said.

Another \$5 million to \$10 million expenditure by the Energy Department for long-term storage of the rods in North Korea will be reprogrammed the most controversial aspects next year from funds Congress has already approved, officials gressional agenda in coming said. That would make it submonths, including a promised ject to routine approval by just initial lifting of barriers to a few key lawmakers.

## Achille Lauro Drifts in Flames as Ships Collect Its Passengers

A61 550

ROME - Listing and scorched after a mysterious fire that turned it into a blackened hulk, the Italian cruise liner Achille Lauro drifted in placid seas in the Indian Ocean on Thursday as United States Navy and other vessels rescued almost 1,000 passengers and crew who had first taken refuge

on the flat deck of an oil tanker. But, ornery to the last, the illported Wednesday night on the Thursday evening, apparently because its internal superstructure had collapsed into the hull providing a kind of ballast to and other rescue ships.

They made the brief crossing

**GATT:** 

of the pact.

Shift on Trade

Continued from Page 1

GATT, which is based in Gene-

va, said the U.S. debate was

"both necessary and desirable"

given the unprecedented scope

The agreement will cut tariffs

by a more than a third, extend

global trade rules to services

and such intellectual property

as movies and software, and es-

tablish a World Trade Organi-

zation with power to enforce

hose rules for the first time.

U.S. opposition prevented the

establishment of such a power-

ful trade arbitrator 46 years ago

and limited the GATT to a consensual role, whereby every

erland said, 124 countries have

now joined GATT, reflecting the new-found popularity of

free-market economics in once-closed places like Chile, Mexico

and India. Even China and

Russia are knocking on

in many parts of the developing

world in their attitude to free

forces has rebounded with a

vengeance, however. The free

movement of capital and tech-

nological progress, allowing

business to produce almost any-

thing anywhere, has made free

trade seem like a threat to many

so great that trade has simply

become a focal point for ex-

pressing anger about the struc-tural changes" that have forced

hundreds of thousands of lay-

offs at big American compa-

nies, said Stuart Eizenstat, the

U.S. representative to the Euro-

pean Union and a key figure in

the trade negotiations last year.

already led the Clinton admin-

istration to effectively shelve

talk of expanding the North American Free Trade Area to

the entire Western Hemisphere.

with Mr. Dole for his support of

the GATT agreement also

poses a threat to the World

Trade Organization, said Vin-

cent Cable of the Royal Insti-

tute of International Affairs in

London. The deal will set up a

panel of retired U.S. judges to

review World Trade Organiza-

tio rulings, and will allow Con-

gress to pull out of the organiza-

tion if the panel finds three

rulings in a five-year period to

The deal Mr. Clinton struck

The new trade skepticism has

Competitive pressures are

people in the West.

The triumph of free-market

"There has been a sea change

country has a veto.

GATT's door.

trade," he said.

niê"

ಕೃತ Si≊ಾ

sist in the rescue operation, said: "The ship is on fire inside. There is smoke from the back end of the ship. It is still well above the water but the superstructure is completely

charred."

Under a fierce Indian Ocean sun, 150 miles (250 kilometers) off the coast of Somalia, hunstarred vessel that had been redreds of passengers - many in nightgowns or evening dress brink of sinking was still afloat and some of them weeping were ferried to safety Thursday from the deck of the oil tanker Hawaiian King to the American

Continued from Page 1

atia said this week that Zagreb

had been ready to go to war

against the Krajina Serbs more

than a week ago, but had been restrained by heavy U.S. pres-

day that if Croatia believed Bi-

hac was about to fall to Serb

forces, it would intervene, Reu-

ly be a better political or mili-

Certainly, there could scarce-

ters reported.)

peace to the region.

said there had been no particu-

lar movement or massing of

[Mr. Susak said again Thurs-

had taken them there from the Achille Lauro early Wednesday.

صكنا من الاعل

The ship had been on a cruise from Italy to South Africa, but most of its passengers and crew will now end up on freighters or U.S. warships taking them to dry land in Mombasa, Kenya, Diibouti on the Horn of Africa or the Seychelles Islands to be flown home.

Of the 979 people on board, two — a Briton and a German - died in the disaster.

The water is calm. It's just the hot sun beating down mercilessly on folks," said Com-

Commander T. McCreary, a in calm waters known for their mander McCreary in Dubai as spokesman for the U.S. Navy, sharks aboard U.S. Navy rafts more and more passengers were which sent two warships to as- and on the same lifeboats that transferred off the Hawaiian dispute over salvage rights. Two belching smoke and flame from the same lifeboats that transferred off the Hawaiian dispute over salvage rights. Two King, where they had spent the private salvage tugs were renight.

> liner still smoldering. The drama came as an undig-

nified end for the 47-year-old ship, whose fortunes had often drawn the wrong kind of celebrity, particularly in 1985 when Palestinian terrorists hijacked it, shot and killed a 69-year-old Jewish hostage, Leon Klinghoffer of New York, and

dumped him over the side. And, even in its throes on

At sunset Thursday, the Italian coast guard said most rescue vessels had left the area around the Achille Lauro, leaves and Lolli of the Italian coast guard said they might the Achille Lauro, leaving the bid for salvage of the 23,479ton liner. But the ship's Neapolitan

owners, Starlauro, said tugs from their own company were in the area and might salvage the vessel. The Italian Ministry of

Transportation said the vessel was not technically abandoned because its owners had made

clear they wanted to reboard it. no formal investigation.

United States Navy film —BY ALAN COWELL United States Navy film

fire broke out at 1.30 A.M. Passengers waited on deck for seven hours before abandoning ship. But even then, the worst was not over because their only place of refuge was the Panamanian-registered Ha-

its midships to its stern

Wednesday, 12 hours after the

on Thursday from the sun. Italy's Transport minister. Public Fiori, said the fire may have been started by a discarded cigarette, but there has been

waiian King with its long, flat deck that offered no protection

#### ITALY: Berlusconi and Unions Settle, Averting Strike Continued from Page 1

my name is Silvio Berlusconi. If it did, it would be a political sentence, a subversive act," Mr. Berlusconi said, once again casting the Milan inquiries as a vendetta against his conserva- sands of Italians onto the tive government.

"I have sworn my innocence in a sacred way because I'm convinced of it," he said. "If it was shown I was guilty, I would no longer be able to be prime minister, I would no longer be able to stay in my own country because of the shame."

The Milan magistrates, whose inquiries into Mr. Berlusconi's dealings as head of Fininvest do not imply guilt, bribes allegedly paid to the tax police in 1991 and 1992 in re-Berlusconi has accused the tax

police of extortion. The ruling to shift the case to Brescia brought howls of protest from Mr. Berlusconi's adversaries, who said the decision resembled notorious episodes in Italian legal history when politically-sensitive cases were transferred to backwaters.

"Since then the makeup of the orchestra has changed completely," said Alessandro Galante Garroni, a historian and jurist. "But, it seems, the music is the same.

Antonio Chiappani, one of the Brescia magistrates, said, "I think this is designed to put us in a position where we cannot continue with the inquiry."

The case was transferred after lawyers for a defendant from the tax police said hearings in Milan would not be fair because other members of the ventromedial nucleus of the hy-normal weight be more sympasame tax police unit are helping pothalamus, which is consid- thetic toward the obese.

the magistrates investigate their signed to rebuild Italy's intercolleagues.

Mr. Berlusconi was speaking Thursday after weeks of con-frontation with labor unions, who brought hundreds of thoustreets and staged a four-hour general strike Oct. 14 to protest proposals for cuts in Italy's gen-

sions system.

erous and indebted state pen-

national economic credibility by reducing its 1995 budget deficit to some \$86 billion. Mr. Berlusconi has sought to

trim the deficit by some \$30 billion in part through spending cuts relating to state pensions. In negotiations with union

leaders, the government agreed to soften a proposed freeze on early retirement pensions and to ease proposed penalties for The unions had threatened nonpayment of social security an eight-hour stoppage on Fri-day that would have brought also agreed to union demands the country to a halt. Mr. Ber- to treat the whole pension relusconi had been holding out form in legislation separate for budgetary proposals de- from the 1995 budgetary law.

to five times the girth of normal mice and that is also subject to diabetes and other disorders. The researchers then used the mouse gene to scan through human DNA, the genetic material. which led them to the human ob

The mouse and human genes are nearly identical, which means that the molecular mechanism for regulating fat storage and appetite has been conserved through tens of millions

of years of evolution. Whether in rodent, human or other mammal, the gene appears to be switched on solely or largely in fat tissue, where it generates a hormone-like protein that is secreted by the fat

cells into the bloodstream. Once in the blood, the protein is thought to travel up to a

ered the major controller of appetite. In that way, the fat stores of the body tell the brain how big or small they are, and the brain can regulate food intake accordingly. "The idea is that there is a

physiological pathway that controls body weight," Dr. Fried-man said, "Each of us has a certain body weight that usually is stably maintained, and this requires signals to the brain about what you weigh."

By this model, a mutant version of the gene would either fail to make the hormone altogether or would produce too little of it. Thus, the brain would not get the proper mes-

sage on its adipose status. Psychologists who study the lives and struggles of fat people in America greeted the new work with enthusiasm, declarregion of the brain, called the ing that it could help those of

#### tary moment than now for the Croats to make a move: The **Political Quandary for Kohl:** Krajina Serbs are stretched on the Bihac front, and the inter-**NATO Requests German Pilots** national community would be hard-pressed to criticize a Za-

leader of the Bosnian Serbs, Ra- the blip assault.

A Bosnian Serbian soldier guarding hundreds of troops from the mostly Muslim Bosnian Army captured near Bihac.

BOSNIA: Bihac Crisis Set Off Battle Between Croatia and Its Rebel Serbs

meters north of the Bihac pock- dovan Karadzic, refused to

official in the former Yugosla- three months. The Serbs want a

via, is to visit Sarajevo on Fri-longer cease-fire that might

on a Bosnian cease-fire after the on 70 percent of Bosnia; the

fiasco of Secretary-General Bu- Muslim-led government forces

tros Butros Ghali's visit want a limited cease-fire that

day in an attempt to revive talks serve to consolidate their hold

et and well within the Serb-held meet with Mr. Butros Ghali.

greb offensive after the Serbs' recent cross-border assault on The Associated Press the western outskirts of Bihac. BONN - NATO asked Ger-A return of the war between many on Thursday to send fighter planes to patrol the skies Croatia and its rebel Serbs would escalate the current borover Bosnia in a mission that der conflict and shatter already would place the German military in a combat role for the strained attempts to bring first time since World War II. But UN military observers Defense Minister Volker

area of Croatia, there were no

signs of large-scale troop move-

Yasushi Akashi, the top UN

ments or unusual tension.

Croatian troops in the last day minister, Klaus Kinkel, raised and denied rumors that governdoubts about it. ment forces had moved over the If Chancellor Helmut Kohl confrontation line south of decides to accept, it could mean Knin and embarked on an ofa bruising battle in the new Parliament, where Mr. Kohl holds Here in Topusko, a few kilothe narrowest of majorities. The bilities.

liberal opposition said it opposed any combat role in the Olympia Press Balkans.

The United Nations is striv-

Wednesday to the capital. The would offer them a respite from begovic tightened their noose

whole that would last at least gun fire.

ing to obtain a cease-fire for the Thursday, with intermittent

Bihac pocket and Bosnia as a. small-arms and heavy machine-

rect involvement in Bosnia- £20. Hutchinson. Herzegovina because of the history of Nazi atrocities in the PARIS INTERZONE: former Yugoslavia and anti- Richard Wright, Lolita, Bo-German sentiment among Rühe said Germany must take many Serbs. on the mission, but the foreign

the North Atlantic Treaty Organization could be threatened if it refuses the mission, given Mr. Kohl's repeated assertions that his nation must bear its share of peacekeeping responsi-

THE GOOD SHIP VENUS: The Erotic Voyage of the

In the Bihac pocket, UN offi-

cials said the town of Bihac it-

self was comparatively quiet

In Velika Kladusa, in the

north of the pocket, there was

intense fighting as Croatian Serbs supported by Muslims

who oppose the Sarajevo gov-

ernment of President Alija Izet-

on the town.

Germany has shied from di- By John de St. Jorre. 332 pages.

ris Vian and Others on the But Germany's credibility in Left Bank 1946-1960 By James Campbell. 305 pages.

> Reviewed by Katherine Knorr

£20. Secker & Warburg.

HERE seems to be an unquenchable thirst in the publishing world for stories about Paris when it was cheap and literary expatriates could spend all day writing in cafes.

John de St. Jorre's history of the Olympia Press and its legend-in-his-own-time founder. Maurice Girodias, is less romantic than many of these books, though it serves up its share of nostalgia for cold garrets and smelly staircases. He concentrates, interestingly, on the good books that Girodias published, and on how sorry most of the authors were they had ever heard of him.

James Campbell's look at Paris in the 1950s focuses partly on black American exiles and how they connected with the French, notably Boris Vian and Jean-Paul Sartre. The two books intersect on the history of ers loosely known as the Merlin

**BOOKS** group, named after the review edited by the Scot Alexander Trocchi, and on the betterheeled Paris Review crowd.

Campbell's approach at times seems scattershot and cliched, but he offers interesting insights into the experience of black Americans, who came to Paris for vastly different reasons than white writers, and were received differently — not only Wright but also Chester Himes and James Baldwin. These are two books by Britons that rely heavily on the testimony of American writers and their friends, and now and then something seems

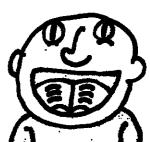
Maurice Girodias was the took his mother's name).

dias's many long legal battles.

## WHAT THEY'RE READING

• Frank Wössner, a member of the board of directors of Bertelsmann AG, is reading John Grisham's "The Chamber.

"The story is interesting and I want to improve my English. Grisham is thrilling without necessarily being easy reading."
(Brandon Mitchener, IHT)



#### NATO: Russia Refuses to Approve Special Ties but U.S. Plays Down Move Serbs to release UN personnel they are NATO will study the costs and obligations Continued from Page 1 holding as virtual hostages.

ing it was limited by United Nations dic-

Secretary of State Warren M. Christopher, at a separate news conference later, suggested that future security arrangements would better handle conflicts like the one in Bosnia.

"Bosnia was certainly on our minds today, but we really addressed the future of

NATO," he said. Bosnia, where troops from NATO members Britain, France, Spain and Canada serve as UN peacekeepers, was only a subject of a luncheon discussion, and barely raised during the formal morning and

afternoon meetings. Out of 20 items on a final communique, Bosnia was No. 18, just ahead to attaching importance to developments around the Mediterranean. NATO called for a cease-Mediterraneau. 1971 of an armed the During the next three or four months, invited to join.

Unwillingness to put NATO's full force into Bosma is not new, but the eagerness to put the issue aside undercut the day's official message that even after the Cold War. NATO is still important and the key to European security.

The main business of the day, NATO and U.S. officials said, was an agreement on steps toward NATO expansion. The group said it would define the minimum membership requirements for countries in East Europe who want to be covered by the

alliance's security blanket. The decision was heavily weighted with caution. It stopped short of guaranteeing membership once the conditions were fulfilled and effectively delays for at least a year and probably much the controversial decision of just who will get in and when

for membership and present them to prospective members, notably Poland, Hungary and the Czech Republic.

The alliance appeared to be wary of offending Russia, which opposes inclusion of any former Soviet satellite. Mr. Kozyrev was unimpressed. Arriving after the NATO meeting, he expressed surprise at the decision to study expansion. Mr. Christopher and other NATO min-

isters assured Mr. Kozyrev that no recruit-

ment of new members would take place in

1995 and that even afterward, movement

to expansion would take time. Mr. Kozyrev was supposed to formally enter Moscow in activities of the Partnership for Peace, a program designed to prepare potential members of NATO and to stay in contact with other countries. which like Russia, will probably never be the Olympia Press, on the writ-

John de St. Jorre's is the better book, more thoroughly researched and more focused.

lost in translation.

son of Jack Kahane, the Parisbased English publisher whose Obelisk Press published Henry Miller, Anaïs Nin and Lawrence Durrell. Girodias launched Les Editions du Chêne and then the Olympia Press just before the war. According to de St. Jorre, he published some Pétainist pamphleis and seems to have found a modus vivendi with the Germans despite the fact that his father was Jewish (Girodias

He went on to publish what he famously called DBs, for dirty books, quickies written mostly by various expats. One of those DBs, "Candy," by Terry Southern and Mason Hoffenberg, became a big success, and the subject of one of Giro-

vague reputation as an avantgardist, he also found himself on the receiving end of a few good books that couldn't find publishers, notably J. P. Donleavy's "The Ginger Man" and Vladimir Nabokov's "Lolita." He was often in trouble with the Paris vice squad, and amusingly fearless about fighting back. His fortunes went up and down. After making a considerable amount of money from "Lolita," he opened night spots in Paris where he held court until. predictably, he went bankrupt.

Later, he moved to the United States, where he kept in touch with the outrageous by publishing Valerie Solanas, who would get her 15 minutes by shooting Andy Warhol. But Girodias's time had passed with censorship. He died in 1990, at the age of 71.

Girodias, like a lot of publishers, tended to see words as cheap and authors as nuisances, until

Because Girodias took on the words gained some indepencensorship laws and had a dent success. Both the Donleavy and the Nabokov cases were classic Girodias legal tangles. which de SL Jorre retells extensively — sometimes too extensively - and Campbell more quickly.

> De St. Jorre's book received advance publicity after The New Yorker published the chapter dealing with "Story of O," the sadomasochism "classic" pseudonymously printed by the French publisher Jean-Jacques Pauvert and subsequently, in a bad English translation, by Girodias.

The New Yorker played up the "unmasking" of Dominique Aury, the French journalist who wrote "Story of O." even though de St. Jorre himself admits in the book that her authorship was an open secret in French publishing circles. John de St. Jorre's coup is to have interviewed her, and

told the story so well. International Herold Tribune By Bruce Edward Hall

ONG KONG — History can be elusive in Hong Kong. Vestiges of the old city are fast disappearing under layers of concrete and high-rises. Ironically, it is in the New Territories, the modern suburbs of Hong Kong, that the visitor will find a portion of the past intact, within the two walled villages of Sam Tung Uk and Kat Hing Wai.

Built by Hakka farmers during the period of lawlessness that marked the end of the Ming Dynasty, these fortresslike compounds functioned as a cross between casties and medieval European towns. Such fortified villages, once common throughout the region, actually resembled large, sprawling houses, with streets as narrow as corridors. Covering an area roughly the size of a city block, the complex of several dozen tiny homes — each little more than one big room - provided shelter for the extended generations of a family clan, often numbering in the hundreds. Each village was surrounded by a thick masonry defensive wall and sometimes a moat, beyond which were fields and fish ponds.

Sam Tung Uk has been restored and is now a museum in the suburb of Tsuen Wan. My parents and I took the Mass Transit Railway, Hong Kong's clean, efficient subway, from Kowloon, although we could also have taken a Hovercraft from the central terminal downtown. After the 20-minute ride to Tsuen Wan, the last stop on the line, our hearts sank a little when we got off the train, for it is a rather ugly suburb — all poured concrete and highway overpasses. Following the signs to the museum, however, we walked just one block before coming to the ornately carved wood-

Sam Tung Uk was constructed in 1786 by the Chan family, farmers who had originally emigrated from Fujian province on China's southeastern coast. It is a single-story structure, low and square, its white-washed walls surmounted by a simple tiled roof. Off to the right is a small fish pond and a sliver of farm field, preserved to give a taste of what life was like before urbanization.

We just wandered in, and found ourselves at the head of the central axis of three community halls once used by the villagers. (Sam Tung Uk means three-row or threebeam dwelling, which describes the config-uration of the three halls, one behind the other.) The first, now empty, had been used for the storage of carts and sedan chairs. A tiny courtyard separates it from the central banquet room, still decorated with a huge red silk lantern whose tassels hang more than halfway to the floor. Beyond that is another tiny courtyard and then the heart

## IBAR TIIS

Buyers at a London auction bid £150,000 for 1,000 old Underground signs, including good old Piccadilly Circus but also, Reuters tells us, Ladies and Gents. What will the collectibles market of the future be like? How much for hand-lettered signs "Out-of-Order" and "No Change"?

altar is surmounted by a fantastically painted arch on which a brilliant sun is flanked by golden phoenixes lounging among azure clouds, and glittering birds flutter around blue and pink flowers. Placards with poems extolling ancestors' virtues adom the

Off the central axis, down five-foot-wide (1.5-meter) "streets," are the former homes of the residents — each one of simple stucco, devoid of ornamentation, with a tile roof and tiny courtyard. Furnished and decorated in several different styles according to the owner's social status (the size of the house varied with one's status as well), some have teakwood chairs, chests and elaborately carved wedding beds. Others are full of bamboo mats and farm implements. Every house has its restored kitchen, with a large wooden steamer sitting on top of a brick stove. Each little entrance court contains a small decorative pool. In one row of houses is a changing his-

torical exhibit; the one we saw was devoted to the role of women in traditional Chinese society. A book and gift shop has an English-speaking staff on hand to answer questions, all the more attentive as we were the only tourists there. There is also a permanent display documenting the restoration of the village. A startling aerial photograph shows Sam Tung Uk in the early 1970s, while the Chans were still in residence and farming the fields that stretched in every direction. Now, barely 20 years later, the village is surrounded by high-rise buildings. After selling off the fields that afforded their traditional way of life, the Chan family moved out, and their home was opened to the public in 1981. Now, all is pristine

en gate of Sam Tung Uk, an amazing of the complex, the ancestors' hall, used for survivor of the region's rural past.

of the complex, the ancestors' hall, used for and silent, and, as anyone who has ever visited a crowded Chinese neighborhood can attest, unnaturally orderly.

Our second destination, the town of Kam Tin, was a simple trip once we managed to find the No. 51 bus, which stops on the roof of the Tsuen Wan train station. Firmly ensconced on the upper level of this double-decker, we spent 45 minutes careering up and over the mountains of the New Territories and some of the prettiest countryside to be seen around Hong Kong. Even Tsuen Wan looked picturesque, bristling out of its valley, contained by slopes too steep to build on.

Kam Tin is the last stop, a small garrison town full of Nepalese Gurkha troops, pokey little shops and Indian restaurants. After a couple of quick plates of curry, we wandered down the road and, opposite the Park 'n' Shop, found the walled village of Kat Hing Wai.

Though it shares its basic form with Sam Tung Uk, Kat Hing Wai is crowded and worn. Ivy and moss sprout from the brooding dark gray 20-foot stone walls. A moat, filled with water filles, is bright green with algae. The compound is still home to several hundred members of the Tang clan, who migrated to the area from central and southern China 1,000 years ago, building this village in the early 17th century.

A small iron-grill gate in the ancient wall opens into a common room, originally intended for farmers' carts but now containing a couple of motor scooters, which leads to the long main passageway to the ances-tral hall. Noise from cutthroat mah-jongg games drifts over from the houses. Some have no windows, just wooden accordion doors across the front, closed at night and wide open during the day. Cooking smells

hang in the air. The tiny three- or four-footwide streets are crammed with lines of laundry and tables covered with souvenirs to buy. Somehow, small children find room to ride their bicycles, single file.

Some houses double as stores as well as dwellings, but none has been restored. Indeed, in some places the simple brick houses with tile roofs have been replaced with new three-story concrete homes one room per floor —a testament to Hong Kong's aggressive prosperity.

The old ancestral hall has incense smol-

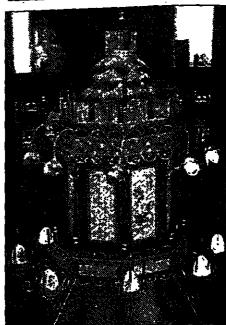
dering in its shrine, the ashes of paper money burned to support forebears in heaven lying in little heaps on the pavement in front of its weathered, but exquisitely carved altar. Unlike the restored shrine at Sam Tung Uk, this one is striking because of its patina of age - with faded hues of red, gold and green, banners embroidered with flowers and, the day we were there, a tall tree fashioned from paper flowers and streamers, left over from a recent festival.

Lived in it is, but Kam Tin is also a recognized, albeit infrequently visited tourist destination, and the arrival of a group of Americans with a camera created a considerable commotion. Old Hakka women rushed to sell us trinkets and pose for pictures, demanding money for each pose. Like Sam Tung Uk, the village is a shadow of its former self, but still an

interesting contrast with the bustling sophistication of Hong Kong. Bruce Edward Hall, who has traveled extensively in China, wrote this for The New

Silk lantern in the museum village of Sam Tung Uk.





NYT map; Ray Cranbourne/Black Star for The New York Topics



From left, William J. Kasey Jr., Richard Attenborough and Dylan McDermott in "Miracle on 34th Street."

#### Miracle on 34th Street

Directed by Les Mayfield.

The new "Miracle on 34th Street" is a dull project that makes only cosmetic changes in the original. It loses the warmth and nostalgia of the 1947 movie, but is too timid to give the story the sharp, contemporary spin it needs. "Miracle on 34th Street" is almost saved by the appeal of two stars: As Kriss Kringle, Richard Attenborough is miraculously convincing, and as Susan, Mara Wilson is a wise child on the surface but still a wide-eyed little girl eager to believe in Santa.

(Caryn James, NYT)

#### MOVIE GUIDE T I E

York Times.

Directed by Andrez Wajda. Japan.

Nearly a decade ago Andrez Wajda went to Japan and directed a play staring Japan's leading onnagata, Tamasa-buro Bando. Based on Dostoyevsky's "The Idiot," it had its leading actor playing both and the Warsawa studios,

hicle, the play has on the screen become ever more actorly - particularly so in that Wajda, not knowing the language his film speaks, lets Tamasaburo and Toshiyuki Nagashima shape their own performances. On the stage the resulting overacting was part of a grand Russian-Japanese tradition. On film, however, it is something different. Nagashima, a screen and Shingeki actor, chews up all the scenery in sight, yet the Kabuki-star Tamasaburo now manages to achieve a certain intensity by underplaying the prince and letting the costume speak for the harlot. Aficionados of singufore been seen and probably will never again. (Donald Richie, IHT)

ENT LIK

(1817)

u:---

- : -

--::-

Bus

22

制造

F (4)

CZECH LIPIEL :

Directed by David Mamet.

In "Oleanna," David Mamet's incendiary play about sexual harassment, a college student and her professor pace around his office hurling words at each other, actions that inspired knockdown-drag-out verbal fights in theater lobbies when the play was first produced. Now this faithful, flat-footed screen version offers a reminder that "Oleanna" was more effective as a debate topic than a work of drama.

(Caryn James, NYT)

# HARMING MOTELS IN MARIS



141, rue Saint Honoré, 75001 PARIS Tel.: 0033/1/42.96.23.23 Fax: 0033/1/42.96.21.61

Ideally located in the heart of Paris, a stone's throw away from the Grand LOUVRE and Orsay Museums. within walking distance of Peautoning and the shopping districts of the Capital, the HOTEL LOUVRE SAINT HONORE will provide, behind it's discreet façade, the comfort and the international standards the traveller of the 90's is seeking. All in all 40 modern and

Rivoli, the Grand Louvre Museum, the lands des Tustettes and the famous Place de la Concorde, in the heart of Paris, historical and immortal – the city of lights, art and fashion – the ideally located HOTEL SAINT-ROMAIN will refer that a must residu and annuable. offer you a quiet, restful and enjoyable stay in refined, and comfortable surmundings. 14 hoels appointed and elegant guestivous, all with markle hathrooms and shower, cohe cable TV, radio, mini-bar, direct diol tele-phone, andreadad ar-room sale.

well furnished prome featuring mmi-bus, cable TV., direct dial phone. Stay in the heart of Paris and save on your hotel hills with

- HÔTELS \*\*\* DE DE DIRIS (1°°)

HOTEL\*\*\*

SAINT-ROMAIN

A short stroll away from the Rue de

5-7, roe Saint Rock, 75001 PARIS Tel.: 0033/1/42-60.31-70 Fax: 0033/1/42-60.10.69

I.H.T. Readers Special Package "Winter escapade in Paris"

3 nights for only: 1725,- FFrs

4 nights for only: 2100,—FFrs

(Rares include accommodation in Double room, Breakfast for two, all government taxes and Service Charge, City ray: 6 FF per person per day extra. Offer subject to nown availability, valid from November 18th, 1994 thru, March 31st, 1995).



Stepping out of your hotel, on the left there's the Theatre de l'Odéon, the Lucienbourg gardens and, just behind Montparnasse and it's cafes. On the right, there's Saint-Germain des Pres, the river Saine, the new Orsay Museum, the Louvre and a few steps further, Beaubourg... The Odéon Hôtel, 34 charming rooms in the heart of Paris.

Odéon Hôtel

Tel.: (1) 43 25 90 67. Telex: Odeotel 202 943 F. Fax:(1) 43 25 55 98.

#### HOTEL MADISON \*\*\*

Nestled in a charming square just off the boulevard, the Madison will ensure your complete well being with its 55 spacious, quiet, air-conditioned rooms and its efficient, friendly staff catering to your every need. 143 bd. St Germain, 75006 Paris
Tel.; (1) 40 51 60 00 Fax: (1) 40 51 60 01 and from 28 Dec. to 2 fee. 143 bd, St Germain, 75006 Paris

SPECIAL OFFER\* rom Dec. 1 to Feb. 28 Book 3 successive nights and receive a 500 FF gift certificate from GALERIES LAFAYETTE

In the heart of Paris near Saint-Germain-des-Près

HOTEL DE L'UNIVERSITÉ 22, ne de l'Engagalé, 7,5007 PAPIS fel: (1) 32 61 09, 91 - Fax (1) 32 00 10 81 A short walk from the prestigious Musée d'Orsay and the Lauvre. The refined comfort of a 17th century residence Ar-conditioned rooms



#### LES HÔTELS VILLA

A friendly and refined atmosphere IN THE REART OF PARIS Special offer for Herald Tribune readers

3 nights for the price of 2 FF 850/Night

HOTEL DES MATHURINS\*\*\*\* in the heart of the theatre district, near the "grands magasins" and Madeleine, 36 rooms, underground parking. 43, rue des Mathurins, Paris 8th Tél.: (1) 44 94 20 94. Fax: (1) 44 94 00 44

HOTEL RÉSIDENCE BASSANO\*\*\*\* 2 minutes Champs-Elysées, 31 rooms. 15, rue Bassano, Paris16th Tél.: (1) 47 23 78 23. Fax: (1) 47 20 41 22



#### HOTEL DU **DANUBE**

A truly charming hotel in the heart of St. Germain des Prés for your leisure or business visits

40 comfortable and personalized rooms. Near the Louvre, Notre Dame and the Musée Covered parking nearby.

HOTEL DU DANUBE 58, rue Jacob, 75006 Paris Tel.: (1) 42 60 34 70 or 42 60 94 07

Fax: (1) 42 60 8118

Telex: 211 062 F

Patis

L'HOTEL PERGOLESE

Light, color, harmony... he warmth of parquetwood, armchair leather, & rug-wool enhanced

by the purity of modern design in a setting of a 4-star notel, just a few blocks from the Arc de Triomphe. Experience the refinement in details and a unique decor by Rena Dumas

Special "Herald Tribune" rate December 15 to January 10 FF750 for double room & breakfast

L'HOTEL PERGOLESE

3, rue Pergolèse. 75116 Paris. Teléphone: (1) 40.67.96.77. Fax: (1) 45.00.12.11

## HOTEL ATALA

10, rue Chateaubriand, 75008 Paris. Tel: (1) 45 62 01 62 - The 640576 Fax: (1) 42 25 66 38

JUST OFF THE CHAMPS-ELYSEES 50 stylishly decorated & perfectly equipped monts. Gournet restaurant gires onto pleasant INTERIOR GARDEN.

Rooms from 700 FF to 1300 FF.

### RESIDENCE LORD BYRON

5 rue Chatecubriand, Paris 8th. Tel.. (1) 43 59 89 98 Tha: 649 662 - Faz: (1) 42 89 46 04 RER Etode, Metro George V HOTEL MAYFLOWER

3 rue Chateaubrand, Paris 8th Tel. (1) 45 62 57 46 - Tix: 640 727 Faz. (1) 42 56 32 38 Two charming\*\*\* horels on a calm street just oil the Champs Dysess neat Étaile Refined and comfor

#### Hotel Briahton Paris

218, rue de Rivoli 75001 PARIS 75001 PARIS Tel: (1) 42.60.30.63 Fax: (1) 42.60.41.78

Directly on the Tuileries garden near the Louvre and Place Vendôme.

Traditional French refinement coupled with all modern comforts and excellent service. Private tea room offers an intimate cosy spot for guests and business associates.

-10% Special discount for Herald Tribune readers.

# HOTEL FERRANDI

19th Cent, townhouse in the peaceful part of & Germain-des-Près Refined, comfortable rooms. A helpful and friendly welcome. Prices from FF 580

92 ruc du Cherche-Midi, 75006 PARIS Tel.: (1) 42 22 97 40 - Fax: (1) 45 44 89 97 our complimentary breakfast

Present this ad when reserving fo

- HOTH LERELAIS **DuLOUVRE** 

19 rue des Prêtres St. Germain l'Auxerroi 75001 PARIS Tel.: (1) 40 41 96 42 - Fax: (1) 40 41 96 44 The charm & character of an ISth Cont. hadding located herwest Nutre Dame and the Lineare.

Period furniture, modern comfort and a warm welcome, 10% discuss for Herald Tribune reader

#### HOLIDAYS & TRAVEL

LOW COST FLIGHTS

ACCESS VOYAGES THE BEST FARES TO THE UNITED STATES and over 500 more destrictions world-wade on 40 different scheduled corners,

Tel: PARIS 1-40 13 02 02 or 42 21 46 94 for 1-42 21 44 20 MINITE: 3615 ACCESSVOYAGES TALLYON 78 63 67 77 or 72 56 15 95 BOOK NOW by phore with credit cord.
Government License: 175111

WORLD AVIATION - SCHEDULED FUGHTS. Ist. business, economy of lowest fores. Tel FT Pare (1) 47046751

Myshikin and Nastassia, availing itself of only those scenes with the both of them and Rogozhin. The result was curious, a slim entertainment enlivened by very fast costume changes. It is now a full-length movie, made in Japanese in Krakow, Poland, and the results are even more curious. Always an actor's ve-

### this -- its like has never be-**HOLIDAYS & TRAVEL**

lar cinema may well flock to

On a Ski Company holiday the mountains may be high but our prices

stay low.

From only £849 in high season you can experience our o personal service including champagne and canapea every night and free use of the vehicle in the resort.



THE CIVILISED WAY TO SKI. Abererombie & Kent Travel on 071-730 9600 

#### HOTELS

#### PARIS OR NICE OUR **NEW YEAR'S EVE IS THE BEST**

ROYAL NEW YEAR'S EVE AT THE HOTEL VERNET-PARIS\* Z nights from December 31st, 1994 to January 2nd, 1995 Single Room: FF 2910 - Double Room: FF 3320 25, rise Vernet - 75008 Paris - France Tel. (33) 1 44 31 98 70 / Fex (33) 1 44 31 85 69

NEW YEAR'S EVE IN NICE AT THE HOTEL ELYSÉE PALACE\* 3 nights minimum from December 29, 1994 to January 3rd, 1995 igle Room: FF 1230 per night - Double Room: FF 1870 per night nemade des Anglais - BP 291 - 06005 Nice Cedex 1 - Fra Tel. (33) 93 96 53 19 / Fax (33) 93 44 50 40

> Å, GROUPE ROYAL MONCEAU "Luxury with the French Touch"

\*Package rates subject to special conditions

#### From November 28 till April 15 EXCEPTIONAL WEEKEND IN CORSICA

for Herald Tribune readers Friday to Sunday, half board: FF 2,500 for two HOTEL \*\*\*\* LE MAQUIS, 20166 Porticcio Tel (33) 95.25.05.55 - Fax (33) 95.25.11.70

Bed & Breaktast **APARTMENTS IN JERUSALEM** Over 100 Apis. throughout the city. from \$45 per couple per night. Tel. 972-2-511270 Fax:972-2-511272

**BOATS/YACHTS** 

HOUSEBOAT: Exceptional fittings, for residence or professional use. Seaworthy. Moored fort Van Gogh in Paris. Old style Mogacy tecomen. 220 style Mogacy + 2 terrocers. Double reception, study, 2 double cobins, 2 single cobins, fitted laction and bar, 2 bastrooms, 2 wes, 2 fire-drawn. Doublet memory.

HOTELS

Treat yourself to Paris. with luxery.

1, RUE SCRIBE - 75009 PM S FF1380\*

Effective Decrather 1994 - James y 1996 (1995 Per couple, per rocar, per night, breal (3 pughts mania Contact your travel agent करेंद्री का केंद्रार Tel: 33 (1) 44 71 24 25 - Pac; 33 (1) 42 65 39 97

SKI

VAL d'ISERE VAL VILLAGIE Debon apartment 2 ann oil lifts, 2 bedroores, underground parking 44 (07) 387 2021 CHATEAU LIFE

CHATEAU DE L'ORNAE, 130 km Poris, in 3 ha. park, beautiful survousclings, very good cooking. Mamimum 4 guests clane or cospiles. Holidays or long term. Franky Vite, 1930 per day (man-imum). Tel: owner (33) 4520 4101.

HOTELS LEBANON

HOTE. AL BUSTAN. East of Being. 5 stor defuse. Exceptional location, security, comfort, fine cosine, conventions, business services, societie 77, 18 ms., trender from corpor fire. UTSL Fee [1-212] 4781391 - [33-1] 47200007. PHILIPPINES

ADMIRAL, HOTEL, 2138 Romas Blvd, Manila, Philippines, Tet. 5:10711, Teleor 74240488 ADMOTEL PM, First class, 110 recens foring Manufa Boy. ITALY

ROME, HOTEL VICTORIA \*\*\*\*
Rodercie rolle, restourant, carriol, opposite Villa Borghese port, gorage, 1el 6-473931. Tix 610212. Fex 4971890 HOLIDAY RENTALS

CARIBBEAN

ST.BARTHEREMY, F.W.L. OVER 200
PENATE VACATION VILLAS - beachfront to hilbide with pools. Our ogents have impected oil "Plas personally, for memorians as St. Barts. St. Martin, Angullo, Berboton, Machayel William St. Call WINCO/SIB-ARTH - U.S. HOTHER 901(2) fax 847-6470, tram FRANCE 05 90 16 20 - BNGLAND 0-880-89388.

PUERTO VALLARTA/ Manico's Riviera Inogrie — inorganies, a mounit beach, magent sensets, bumping at the revenuing pool, disrug under the stors of in the greacy of your own will indexwoy. Your choice of all delute homes from 2 to 10 beforems of one-mines unduring safet, for personal attention 8, color brachase call Helga. CASA HEIGA VILLAS. 2013-314-327 FAX. 2013-97/97/31 USA

PADIS. 8. STIRTIDES. PARIS & SUBURBS

TSth, exceptional, 3½ rooms, Jun. Mor. Sticing glass walk, wraparound balanty 11th floor, P9,500 net, Tel 1-4539 1025

# LEISURE

#### AUSTRIA

Vienna

Vienna
Palais Liechtenstein, tel: (1) 3176900, closed Mondays. To Jen. 8:
"Hubert Schmalis." The Austrian artist is a representative of the New 
Painting of the late 1970s and '80s. 
His subjects include nudes, houses 
and figures of Christ.

#### BELGIUM

Musée Plantin-Moretus, tel: (33) Musee Plantin-Moretus, tel: (33) 02-94. open daily. Continuing/To Dec. 31: "Anvers: Centre Typographique Dissident," Documents the role of Antwerp printers in the 16th-century English religious warfare between Protestants and Catholics.

Brussels
La Monnale, tel: (2) 218-12-11.
"Cost Fan Tutte." directed by Luc
Bondy, conducted by Paul Daniel,
with Joan Rodgers/Solveig Kringelborn and Monica Bacelli/Deborah
Beronesi, Dec. 13, 14, 16, 17, 18 and
20.

Musee d'Art Ancien, tel: (2) 508-Musee d'Art Ancien, tel: (2) 508-32-11, closed Mondays. To Feb. 12: "De Vouet a Devid." 17th- and 18th-century French paintings, usually kept in the reserves of the museum. Includes paintings by Simon Vouet, Philippe de Champalgne, Greuze and David, among others.

#### BRITAIN

Condon

Sritish Museum, tel: (71) 323-8525, open daily. Continuing/To Jan. 8: "Pre-Raphaetite Drawings." 120 drawings by Dante Gabriel Rossetti, John Millass and William Holman Hunt, among others. Hayward Gallery, tel: (71) 928-3144, open daily. Continuing/To Jan. 8: "The Romantic Spirit in German Art 1790-1990."

#### CANADA

Montreal Musée des Beaux-Arts, tel: (514) 285-16-00, closed Mondays. To Jan.
15: "Alex Colville: Peintures, Estampes et Processus Creatifs, 1983-1994." More than 20 paintings, 10 engravings and 340 drawings.

Musee du Québec, tel: (418) 643-2150, closed Mondays, To Jan. 8: "Alexander Calder: L'Imaginaire et l'Equilibre." 55 works by Calder from the Whitney Museum of American Art

Art Gallery of Ontario, tel: (416) 977-0414, closed Tuesdays. Continuing/To Dec. 31: "From Cezanne to Matisse: Great French Paintings from the Barnes Foundation.

#### CZECH REPUBLIC

Convent of St. Agnes of Bohemia, tel: (2) 24-81-06-28, closed Mondays. To Jan. 29: "Felicien Rops." A collection of 80 works by the 19th-century Belgian artist, who settled in Paris in the mid-1870s and maintained close contacts with the French Symbolists and Decadents.

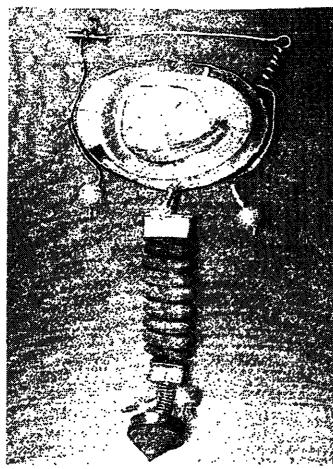
#### DENMARK

Kunst, tel: 42-19-07-19, open daily. Continuing/To Feb. 5: "Toulouse-Lautrec and Paris." Approximately 70 paintings, 30 drawings and 100 graphic works from the time the artist spent in Paris from 1890 until his death in 1901.

Musée des Beaux-Arts, tel: 78-28-07-56, closed Mondays and Tues-days. Continuing/To Dec. 18: "Maunce Denis, 1870-1943."

Paris
Centre Georges Pompidou, tel: (1)
44-78-40-86, closed Tuesdays. To
Feb. 1995: "Kurt Schwitters." 300
paintings, collages, sculptures, typographical works and poems created
between 1910 and 1947 by the German artist (1887-1948). Born in
Hanover, exiled to Great Britain,
Schwitters's work reflects until the late Hanover, exiled to Great Britain, Schwitters's work reflects the various avant-garde movements until the late 1940s.

Grand Palais, tel: (1) 44-13-17-17, works of the French painter, who



A brooch designed by William Harper in 1977, in a show at the Stedelijk Museum in Amsterdam.

ITALY

started as a Cubist after meeting with

Gris and Delaunay, then turned to painting from nature in the 1920s. After World War II, Hayden's style

Israel Museum, tel: (2) 708-811,

open daily. Continuing/To Jan. 9: "Camille Pissarro: Impressionist Inno-

lazzo Ruspoli, tel: (6) 683-21-

77. open daily. Continuing/To Feb.19. "Nertertari: Light of Egypt." A

commemoration of the discovery of

Nerfertari's tomb in 1904, and a trib-

ute to Ramses II's favorite wife. Fea-tures 130 objects, including amulets funerary statuettes, jewels and the

Kasama, Ibaraid Prefecture
Kasama Nichido Museum of Art,
tel: (296) 72-2160, closed Mondays.
To Dec. 25: "Raoul Dufy." 120 works
by the French artist.

Bunkemura Museum, tel: (3) 3477-9252, open delily. To Dec. 25: "Euro-pean Modern Paintings." 80 works by European painters. Ueno Royal Museum, tel: (3) 3833-4191. To Dec. 24: "The Unknown Modigitani." Drawings by Italian artist Amedeo Modigilani from 1906 to 1924 until now the most obscure

1924, until now the most obscure period in his life.

Queen's sandals.

JAPAN

Tokyo

evolved toward a combination Cubist and Realist principles.

closed Tuesdays. Continuing/To Jan. 9: "Gustave Caillebotte, 1848-1894." Also, to Jan. 2: "Nicolas

Hôtel de la Monnaie, tel: 40-46-56-66, closed Mondays. Continu-ing/To Jan. 8: "Voltaire et l'Europe." Mémorial du Martyr Juif Inconnu, tel: (1) 42-77-44-72, closed Satur-days. To Jan. 5: "Le Sauvetage des Julis du Danemark." Judy Ellis Glick-man's photographs document Ger-man operations in Denmark during World War II and the flight of 7,000 Danish Jews to Sweden with the help

of Danish resistants. Musée d'Art Moderne, tel: (1) 47-23-61-27, closed Mondays. Contin-uing/To March 19: "Andre Derain, 1880-1954: Le Peintre du Trouble works of the Fauve painter Musee Rodin, tel: (1) 44-18-61-10.

## closed Mondays. Continuing/To Jan. 8: "Dessins de Zadkine."

Kunst- und Ausstellungshalle der Bundesrepublic Deutschland, tel: (228) 9171-200, closed Mondays. To Feb. 26: "Wunderkammer des Abendiands." A journey through the history of European museums and collections. Features 2,000 objects, from the Renaissance to the Surrealist exhibitions of the 1930s, collected by Europeans and now belonging to Scandinavian museums and private collectors.

Stadtische Kunsthafle, tel: (211) 899-6240, closed Mondays. To Jan. 29: "Johann Gottfried Schadow und die Kunst seiner Zeit." More than 50 sculptures, 15 portraits and 60 works on paper by the Neo-classic German artist, whose well-known Quadriga tops the Brandenburg gate in Berlin.

ter, tel: (711) 2-03-20. In

the Kammertheater, Kurt Weili's "Der Jasager" and Reiner Bredemeyer's "Der Neinsager." Directed by Maxim Dessau, conducted by Cornelis Withoefit. Dec. 2 (premiere), 3, 6, 7 **IRELAND** 

#### THE NETHERLANDS

Stedelijk Museum, tel: (20) 5732-911, open daily. To Jan. 8: "Jewelry, 1964-1994: A Selection from the Col-lection of Helen Drutt." Modern jew-elry dating from the 1960s when artists departed from the traditional materials and designs.

Rijksmuseum, tel: (20) 6-79-81-46, closed Mondays. To Feb. 26: "The Art of Devotion, 1300-1500." Features 50 medieval objects of private devotion, such as paintings, mintatures, prints, wood carvings. Among the artists represented, are Mantegna and Memling.

Barcelona Fundació La Caixa, tel: (3) 404-6073, closed Mondays. To Jan. 22: "Kandinsky/Mondrian: Dos Ca-minos hacia la Abstraccion." Documents the parallels and differences between the two painters in their early phases. Both staned as ligurative painters although Kandinsky later de-veloped an abstract style while Monrian adopted a geometric idiom.
Fundació Antoni Tapies, tel: (3)
487-0315, . To Jan. 29: "In the Spirit
of Fluxus." An overview of the 1962 movement that united avant-garde arists, writers, composers and film-makers in Europe and later in the United States. Documents the devel-opment of Performance art, minimalism and Conceptual art.

Madrid Museo Thyssen-Bornemisza, tel: (91) 369-0151, closed Mondays. To Feb. 12: "El Siglo de Oro del Paisaje Holandes." More than 70 Dutch paintings from the 16th and 17th cen-turies, including works by Rem-brandt, Ruysdael, Meindert Hobberna

Gothenburg
Eriksbergshallen, tel: (31) 779-1111, open daily. To Feb. 19: "Leonardo da Vinci: Universal Genius." Drawings, manuscripts and paintings document the life and work of Leonardo da Vinci, including models of a bridge, a parachute, a tank and a stamping machine made exactly to the specifications of the Renais

#### **SWITZERLAND**

vator." A retrospective of 125 oil paintings by the French Impressionist. Museo Cantonale d'Arte, tel: (91) 22-93-56, closed Mondays. To Feb. 28: "Domenico Trezzini and the Building of St. Petersburg." More than 200 paintings, drawings, models, and art objects document the work of the Italian architect who laid plans for Peter the Great's city early in the 18th perhits. Palazzo della Ragione, tel: (49) 820-5006, open daily. To Dec. 26: "Luca Carlevans e la Veduta Venezane del Settecento." Nearly 100 works by the Venetian painter and etcher who painted scenes of Venice. Also features paintings by Canaletto in the 18th century.

#### UNITED STATES

Chicago
Art Institute, tel: (312) 443-3600, open daily. To Jan. 15: "Glad Tidings of Great Joy." 15 medieval, Renaissance, and Baroque works of art from the institute's permanent collection to tell the Chrosmas story. tell the Christmas story.

The Menil Collection, tel: (713) 525-9400, closed Mondays and Museo Correr, tel: (41) 940-200. open daily. Continuing/To Dec. 11: "Impressionismo & Neoimpressionismi: Donne e Paesaggi dal Petit Palais di Ginevra." 70 works representing women and landscapes. Includes works by Fantin-Latour, Caillebotte, Degas, Kisting and Foujita, as well as a bronze by Gauguin.

Los Angeles
County Museum of Art, tel: (213)
857-6522, closed Mondays and
Tuesdays. To Jan. 22: "The Peaceful
Liberators: Jain Art from India." 150 sculptures, textiles, monumental paintings on cloth, illuminated manuscripts and symbolic objects document the relationship between Jainism and the Hindu and Buddhist **New York** Cooper-Hewitt Museum, tel: (212) 860-8894, closed Mondays. To Feb. 26: "Good Offices and Beyond: The Evolution of the Workplace." Explores

Evolution of the Workplace." Explores the major themes in the office environment — the management of time, numbers, paper and information.

Metropolitan Museum of Art, tel: (212) 570-3791, closed Mondays. To Feb. 26: "Thomas Eakins and the Metropolitan Museum of Art." Paintings, watercolors and drawings showing the museum's continuing interest in the American painter's work.

## Dining Out (at Home) in Elegance

By Patricia Wells International Herald Tribune

ARIS - It's a Parisian fashion that has grown slowly but surely over the past few years and a trend that will certainly mark the 1990s: Casual restaurants designed and decorated to make you feel as though you're enjoying the meal in your own

Gone are the nostalgic red-and-white checkered tablecloths, heavy carafes of wine, thick institutional china. Instead, we see crisp and seamless white linen, sparkling silver plate and thick carpets on the floor. Inevitably, the room has a distinct "designer" look, but one in which we might easily see ourselves lounging.

The latest in the crop of "restaurants at home" is the newly redecorated Les Allobroges, a truly charming, elegantly com-fortable spot in Paris's 20th arrondisseent, not far from Nation. Here, 38-yearold chef Olivier Pateyron and his wife, Annette, entertain a mixed group of Parisian diners, offering a homey, straightforward, satisfying sort of bistro cuisine. Chef Pateyron is a talent, and though elements of his cooking are still rough around the edges, I think it's safe to say that his is a name that will be heard quietly around Paris for years to come.

The Pateyrons seem to have done their homework, giving the dining public what

they seem to want today: a luxury look at casual dining prices. So rather than going for a faux-bistro look, they opted for a modern, pastel-toned ambience, with tweedy green carpets, lovely milky-white ight fixtures that shed a soft and flattering glow, nicely framed prints of fish, regetables and fruit on the walls. The two small dining rooms hold just 30 diners.

The honorable menu offers veritable bargains, with an 81-franc (\$15) menu that includes starters such as soup or a meat terrine, then the plat du jour, which might include a salt-cod brandade, tête de veau, or beef with carrots.

I'm a pushover for an immense mixed salad, perfectly dressed, and Pateyron won my heart with his gigantic tumble of greens that included radicchio, lamb's lettuce, curly endive, chervil, tarragon and dill all masterfully tossed with a Banyuls vinegar dressing.

It's been years since I've seen a menu offering souris d'agneau, that tiny, meaty muscle attached to the tip of the bone of the leg of lamb. Pateyron has made it his specialty, and well he should. He braises the dense, chewy meat for four hours, until it's pleasantly tender and the thin layer of fat surrounding the muscle turns a deep, rich mahogany. (I only wish he would be less timid with his seasoning: a dusting of sea salt, a turn of the pepper mill just before serving would elevate the dish to even greater heights.) The lamb is well accompanied by a mound of sweet. soft cloves of garlic roasted in their skin.

Equally good -- and equally under-seasoned — is exemplary roast Bresse chicken, which arrives steaming, golden and moist, accompanied by a good potato gratin.

Less appealing was his first course of-fering of ratatouille and langoustines cooked and served in their shells, a combination that's neither obvious nor worth repeating. The two have nothing in common gustatorially or historically, and I have a hard time imagining that the chef ever ate this dish himself with satisfaction. The langoustines - neither best quality nor at the peak of freshness — were sim-ply plopped atop a bed of ratatouille, making for an obviously awkward eating experience. His desserts also under-whelmed: an overly sweet pineapple gratin and a banal, unmemorable rendition of the ubiquitous nougat glace.

One could make a meal of the extraordinarily crisp and chewy rolls, and while the wine list is tiny, it includes some wellpriced selections, including a vigorous 1988 Saint Joseph full of flavor and character, from the vineyards of Pascal Pernier.

The Pateyrons seem to have a real talent for caring about what they do. They make an effort, it shows, and they're sure to be

Les Allobroges, 71 Rue des Grands-Champs, Paris 20; tel: 43.73.40.00. Closed Sunday and Monday. Credit card: Visa. Menus at 81 and 150 francs; à la carte, 200 francs, including service but not wine.

## It's That Time: The Gift of Music

By Mike Zwerin
International Herald Tribune

IME again to spend lots of money to prove how much you love your friends and family. Ho-ho-

• BOOTSY COLLINS, "Back in the Day . . . Best Of" (Warner Archives): Groove is bassist William (Bootsie) Collins's specialty. He played key roles in the building of funky foundations for the bands of James Brown (the JBs) and George Clinton (P-Funk). Here he stretches out with his own, Bootsy's Rub-

• JOHN HIATT, "Comes Alive at Budokan" (Polydor): From these Japanese concert performances of his finest songs we are reminded of how much Hiatt had to do with the blurring of the line between rock and country. Duke Ellington said there are only two kinds of music, good and bad. It bears repetition.

• GINGER BAKER, "Going Back Home" (Atlantic): The ex-Cream drummer pays homage to Baby Dodds, Big Sid Catlett, Art Blakey and other of his early jazz heroes. Harmony, melody and thythm are equal partners in this trio's delicate dance, this is not exactly a "drum-mer's record" (Bill Frisell, guitar, Charlie

Haden, bass).

• PRINCE, "The Black Album" (WB): The Prince album for people who suspect that there is something wrong with them because they don't like Prince. This is what it should be all the time. You hear the Prince Miles Davis liked. Called too dark and complex to be commercial, the project was aborted by the Purple One in 1987 after a "dark night of the soul," including intimations of his own mortality. Pirated right and left since, it's never before been legally released. A sticker pro-claims "legendary" and a "limited edi-

• HELEN MERRILL, "Brownie" (Gitanes Jazz): A jazz singer with a great track record and a good shot at winning today's race too salutes trumpeter Clifford Brown, who became a legend when he died in a car crash at the age of 26. Superior performances of classics ("I Remember Clifford") by Merrill's bevy of

FORTE







Cannonball Adderley (left), Ginger Baker (top right) und Bootsy Collins.

Brown disciples — Roy Hargrove, Wallace Roney, Lew Soloff and, a cut above

them all, Tom Harrell ("Joy Spring").

• STING, "Fields of Gold . . . The
Best Of" (A&M): You often hear goodold-days pop crooners bewail the lack of quality contemporary songwriters. Steer them to Sting, "Fragile" and "Moon Over Bourbon Street" are standards by any

 CANNONBALL ADDERLEY. "Jazzmasters 31" (Verve): Altoman Adderly has been called "a happy man in an angry time." Hats off to Joe Goldberg. whose cultured selection and sequencing of a variety of 1950s takes adds up to illustrate what Nat Adderley meant when he said that his brother was "the epitome

of what could have been."

• CHET BAKER, "Jazzmasters 32"

(Verve): Singing and playing with all-stars and unknowns in ensembles small and large spanning three decades, the master of understatement never raises his voice.

tor and sequencer. Harold Danko. The programmers of this Verve series take disk jockeying up a notch.

• THE STAMP COLLECTION.

And another hat off to another great selec-

(Sony/France): A new popularly priced collection (94 francs, or about \$17, per package) of 2-CD box sets converted from mythic rock LPs by people like Sly and the Family Stone ("Stand" and "There's a Riot Going On"), Janis Joplin (with Big Brother and the Holding Company), Stevie Ray Vaughan, Muddy Waters and Santana. The covers look like cartoon postage stamps.

• MILES DAVIS, "En Concert, Olym-

pia" (Europe 1): First time on the market, two CDs each of two 1960 Parisian concerts - in March with John Coltrane, October with Sonny Stitt. Miles is unusually strong with the weaker of the two, but Coltrane intimidates him. A steaming rhythm section, first-class sound, an insight into Miles, a jazz benchmark.

## Met Sets Up Shop in Louvre

PARIS — We all know that museums are really only there to provide another opportunity to shop. The world of artistic trinket buying has become a little more international with the opening in the Louvre's Carrousel shopping area of a Metropolitan Museum

Copies of art and objects from museums around the world include ancient Chinese and pre-Columbian statues as well as the Diego Rivera cup (180 francs), Egyptian 12th-dynasty earrings in onyx and silverplate (330 francs) and the inevitable Matisse silk scarf for 720 francs. Closed this Friday, and every Tuesday.

## BRIDGE

By Alan Truscott

THE diagramed deal oc-curred in the Regional Swiss Teams. North and South were Abe Pineles, and Alexander Allen, who previously won their District North American Pairs title. After North's two no-trump

rebid, three diamonds was an artificial check-back, asking for three-card heart support. When that was forthcoming, South showed his singleton spade with a splinter jump to four spades. That was music to North's ears, and he charged on with Roman Key-Card Blackwood, locating, with the five-spade response, the ace of diamonds and the \$752 king-queen of hearts in his part- 053 ner's hand.

Five no-trump was a grand slam suggestion, and South showed his club king. He was raised to seven clubs, and the perfect contract was reached. After a spade lead he took the ace, ruffed a spade and drew bidding: trumps. Then the even heart split gave him 13 tricks, and he 2 N.T. had the diamond guess in re- 3 7 serve, if necessary.

This was a superb bidding 5 N.T. achievement. It is always difficult to seemed from the superbolic to seeme from the superbolic to s cult to escape from an agreed

suit into another. Seven clubs was virtually a laydown if the trumps were no worse than 4-2, for if the hearts had broken badly, South would have had a good clue to the winning play in diamonds. Another time, perhaps, South's distribution will be 1-5-5-2, and the right contract will still be seven clubs, even though the fit is only 4-2, although the percentages are now close. NORTH (D) 4 A 6

VA 10 4 ♦ K J 8 6 WEST 4 K 10 5 4 3 2 **♦**QJ97 ∇J9 **4**10973 SOUTH ∇KQ863 ◆A1072 ♣K86

Neither side was vulnerable. The Pass Pass Pass Pass Pass Pass 4 N.T. Pass



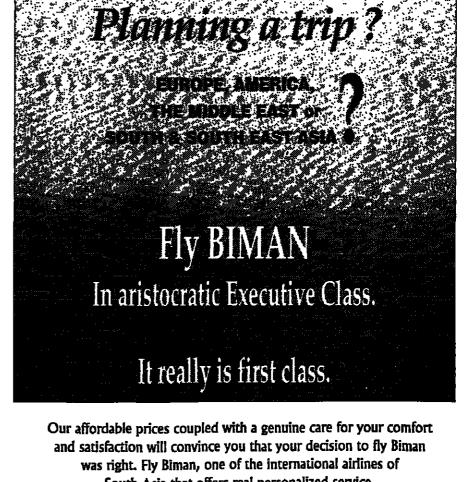
DECEMBER 19TH - JANUARY 1ST

DELUXE ACCOMMODATIONS • FITNESS CENTER • IDEAL LOCATION

MADISON AVENUE AT 69TH STREET NEW YORK, NEW YORK, 10021 212 • 535 • 2(kg)

> U.S.A. & CANADA 800 • 225 • 5843 U.K. 44 • 444 • 4(M) • 4( I-RANCT: (05) 40,22.15 GERMANY (01) 20:29 44 ITALY (1) 67 82 00.88

SUBJECT TO AVAILABILITY, PER SIGHT, PER ROOM NOT BECT UDING APPLICABLE TAXIS. CRS 187 117



South Asia that offers real personalized service. Connections to 26 cities from Tokyo to New York.



For booking and further information, please contact your travel agent or the Birnan office nearest you.

# With First-Time Posts to Pick, Taiwan Goes Into Electoral and Media Overkill

al Herald Tribute

TAIPEI — The old, passionate ways die hard in Taiwan elections despite their lively history.

Where a few colorful campaign banners would do the job, millions flap in the gritty breeze, covering every inch of Taipei as partisan street marches, huge rallies and truck-mounted loudspeakers blaring candidates' slogans bring traffic to a standstill.

Long snakes of firecrackers explode throughout the evening for good luck. Drums beat and cymbals clash, Rival legislators who ordinarily joust in Taiwan's rambunctious Parliament still draw muscular supporters into the streets, along with riot police, lest interparty rumbling

And, when it comes to vote-buying, which every party naturally says it condemns, the only things to have truly changed are the harsher penal-

ties for getting caught and the price — up to 5000 Taiwan dollars (\$190) for a vote in Taipei's hotly contested

three-way race for mayor. But as Taiwan prepares for islandwide elections Saturday, arguably its most important since the long-ruling Knomintang began to dismantle its authoritarian regime in 1987, new, high-technology channels for debate have burst upon the scene.

The Nationalist Party has bravely allowed one of Asia's most outspoken political arenas to thrive where it once prosecuted dissent and the use of local dialects over Mandarin Chi-

But the Kuomintang still domi-nates the mainstream media and, its critics argue, skews political coverage through direct ownership and old loyalties to its electoral advan-

Most people who have good educations know they can't trust the television stations or the big newspa-

political banner alongside a busy city street. "If you don't try hard to find the facts, you might believe what they say.

But in another first for Taiwan, political dissent and analysis flourish on illegal radio and television stations, barely legal cable-TV networks and computer bulletin boards, some of which government authorities have tried to stop but

"It's not that the three main networks have suddenly become more fair," a Western diplomat said. "They simply have been subverted."

No one yet knows exactly how the rise of alternative media will affect the final results of tight, first-ever races for Taiwan's governor, big-city mayors and local assemblies, but most campaign officials and analysts agree that Taiwan's political

The Kuomintang "always tries to create the image that we intentionally create violence," said Chen Fangming information director of the China Democratic Socialist Party, the largest opposition group.

"But violence in politics here is a structural problem because the media are controlled," said Mr. Chen, whose party's high jinks in Parliament regularly trigger fistfights — bent Nationalist mayors in Taipei or and coverage of issues otherwise Kaosiung, the second city, could overlooked. Once the media is truly give opposition parties a valuable open, the violence will fade away."

While the elections Saturday are largely local, contests for the top spots have national significance. The three main parties involved hold passionately different views on Taiwan's future.

Taiwan's first elected provincial

pers," said Gloria Yang, who spent system has changed forever—even her lunch break Thursday waving a if not quickly enough for some.

Claimed to rule all the provinces of discussion of the uncertain identity mainland China—could establish of the country of 20 million. himself as a credible aspirant for the country's first presidential elections,

> He will also control a large province-owned business empire that includes some of Taiwan's largest banks and Taiwan Television, one of the country's three large commercial

due in 1996, analysts say.

At the same time, a loss by incumplatform for proving their administrative mettle in preparation for future elections.

Candidates start out talking about corruption, raising pension benefits or who is to blame for not getting Taipei's cursed new train system to run at all, let alone on time. Soon, provoke Beijing, China has never though, fiery debate turns to Tairenounced the use of force against governor — the post is a hangover though, fiery debate turns to Tai-from the days when Taipei still wan's China policy — in effect, a wan's China policy - in effect, a the losing side in the civil war.

The Democratic Socialists, fa-

ers, champion a formal declaration of the country's de facto independence from China if a national referendum supports such a move.

The recently formed New Party, a breakaway group from the Nationalists, fears that President Lee Tenghui, himself Taiwan-born, secretly plans to break away from China to maintain power. An independence referendum is anathema to people whose families left China 45 years ago with the hope of returning victoriously after regrouping in Tai-

The Nationalists seek to maintain the status quo, a fuzzy definition of nationhood that suits many citizens because such a policy is unlikely to

The debate now gripping Taiwan is complex and emotional.

To support their respective vored by most ethnic Taiwanese votencouraged the appearance of pirate radio stations and have themselves formed television stations or created programming to be sold to Taiwan's cable television networks. Belatedly, the government has moved to expand the number of radio and television licenses.

"We produce a news program managed by a party member who is a journalist," said a New Party spokesman, Fu Kun-chen. "She has been running them objectively, and people trust them."

Increasingly, though, Taiper households and other urban viewers are turning to TVBS, a cable network operated by Hong Kong-based Television Broadcasts Ltd., which features in-depth, prime-time coverage of election developments.

## Vietnam Denies A Visa to Colby, Ex-Chief of CIA

HANÖI - Vietnam has refused a visa to a former U.S. director of central intelligence, William E. Colby, now a businessman on the board of a fund investing in Vietnam, a Foreign Ministry spokesman said

Thursday "At this time it is not appropriate for William Colby to visit Vietnam," the spokesman said in response to a question about the former CIA chief, a major figure in the U.S. war effort in Vietnam who is now with the U.S.-based Vietnam Frontier

Mr. Colby went to Vietnam in 1959 as deputy CIA station chief in Saigon. In 12 years in Vietnam, he led counterinsurgency programs in the former South Vietnam and orchestrated a program to infiltrate armed bands into the North, in a failed bid to start an uprising against Hanoi

He also led a so-called pacification program that resulted in death or imprisonment of tens of thousands of Vietnamese Communists.



ELECTION DAY — Women of Arsheguda waiting to vote Thursday in the first round of state assembly elections in Andhra Pradesh, home state of India's prime minister, P.V. Narasimha Rao. Clashes among rival political groups left at least three dead. In neighboring Karnataka state, a political activist was killed as a mob threw rocks at him.

IN THE USA?

## GEMS: A Diplomat, a Curse and a Scandal in Thailand

Continued from Page 1 brought bad luck. According to Mr. Khoja, hundreds of items are still missing, including a priceless" 50-carat blue diamond, a necklace of "very rare" green diamonds, more gem-encrusted watches and necklaces, "rubies the size of chicken eggs" and a \$2 million bracelet containing, among other gems, a large blue sapphire. The sap-phire was reset with stolen pearls to make a necklace that, Mr. Khoja said in an interview, was seen adorning the wife of a senior police general at a party two years ago.

A dapper 60-year-old with a gray mustache, Mr. Khoja came to Bangkok as a career diplomat in March 1990 to follow up the case of the stolen jewelry. But as his frustration mounted, he publicly accused senior Thai police officials of lying to him about the affair, exposed a cover-up in the murder of a jeweler's wife and son and blamed a Thai police "mafia" for numer-

ous threats against his life. For that reason, he carries a Smith & Wesson .38-caliber revolver. In an interview in his heavily guarded office, Mr. Khoja proudly shows off the results of his frequent target

head and chest

The chain of events began when Kriangkrai Techamong, a Thai servant, managed to disable an alarm system and steal nearly 200 pounds (90 kilograms) of jewelry from the palace of Prince Faisal ibn Fahd in Riyadh, the Saudi capital. The prince, a son of King Fahd's and a noted collector of antique jewelry, was away on a threemonth vacation with his wife.

After being alerted to the robbery, That police quickly caught Mr. Kriangkrai in January 1990 and retrieved all the jewelry, Mr. Khoja said. The servant was convicted and

practice: a paper cutout of a spent two years and seven man with several boles in the months in jail. But immediately after his arrest, the case took a suspicious turn. For reasons that were never officially explained, the jewelry was taken to a Bangkok hotel for two days before being transferred to a police station.

> By the time the jewelry was returned to Saudi Arabia two months later, 80 percent of the items were missing, and most of the rest were fake, Mr. Khoja said. Valuable pieces were stolen before and after the display at the police station and wound up in the hands of high-ranking police, government and other officials, he said.

## Singapore Grants a Delay in Case **Against Herald Tribune and Writer**

tempt of court case against an court systems. The case was American scholar and the Inter-scheduled to be held Friday in national Herald Tribune was the High Court but was postpostponed Thursday for five poned to Jan. 9 to accommoweeks, state television reported.

lished in the IHT on Oct. 7 in reported.

which he criticized unnamed SINGAPORE - A con- Asian governments and their date the Herald Tribune, whose The case involves an article lawyer requested more time to by Christopher Lingle pub- prepare the case, the television

**GERMANY** 

MONACO

PRINCIPALITY OF MONACO
Facing the part of Monte Carlo.
Grand Prix view. Living room with
terrore, 2 bedrooms, good condition,
Cellor and portang industed.

REAL ESTATE FOR SALE BELGIUM

USSELS - DUPLEX PENTHOUSE, 20

PARIS & SUBURBS

SUPERB RIVER VIEWS AND NOTICE DAME Artist's Abdies.

TAP INTO THE

WORLD'S STRONGEST

GROWING TOURIST

& BUSINESS MARKET:

SOUTH BEACH

It has been 35 years since Miami Beach offered such an exciting opportunity.

South Beach has become the world's most

dynamic location, giving rise to a new level of luxury in living, office and retail space. Take advantage of this new level of luxury

Portofino Tower-- a 44 story landmark in the South Beach skyline, features spectacular, multilevel mansions in the sky. Priced from

404 Washington— 55,000 sq. ft., of office and retail space, combining vintage Art Deco and modern Southwestern design, establishes a completely new standard for the market.

The ideal oceanfront lifestyle is only minutes away from the city's business and finance centers, airport and sea port.

BE A PART OF IT ALL.

currently under construction.

\$250,000 to \$3,500,000.

ARE YOU MISSING THE BIGGEST

II. MARKE

INVALIDES - 72 SQ.M.

REAL ESTATE MARKETPLACE

THE LARGEST PROPERTY AVAILABLE SO CLOSE TO PARES

15 mins drive to Place de l'Étole. 1,500 SQ.M. CASTLE ted in a 20 ho. Port. Needs renovating extension possible. 550 sq.m. stables + caretaker's house. Price: FIF: 80 million. Call Mr Pathick Bertranou in the U.S.A. Tel: (808) 737 33/0 Fax: (808) 737 3224

NEURLY, Directly on BOIS
Owner moving out of country, reeds it sel EXCEPTIONAL TOWNSHOUSE-USE
PARTMENT with tage own private gorden, 2/3 bestrooms, 2/4 best

NEAR AVENUE FOOH
PARS 16th - Bus de la Feisenderie
in prote townhouse.
Ground floor character appriment.
159 sq.m. entry, 60 sq.m. leving.
3 bedrooms, 2 betweens, letchen, WC
Private garden + independent stude
in gorden, shout 20 sq.m. with shower
room 8 WC Gerospe.
Price IF 5.2 mbgm.
Tel: [1] 43 26 68 42

PARIS 8TH - MONTAIGNE
Very High Class Apartments
in recent building.
2 STUDIOSS 45 Sam, each,
on 5th 8. 6th Roars.

Possibility conversion into Duplex. NOTARY Tel: (1) 40 G6 G3 21 PARIS 15TH NEAR 7TH Owner sale 75 sq.m. apartment, 13 floor on street 5 courtyord, recently enthrsly redone, double hang + 2 bedroom, fitted latchen, marble between, caller, very beautiful renovated freestage building. 71,250,000. Tel 11,4274137 chize or (1) 39761593 home, Fox. (1) 4274750. SAINT GERMAIN EN LAYE private termouse "Napoleon III" 450 sp.m. + 3,700 sp.m. land + corrector's house. Exceptional condition. F9,000,000. Tel: Eta (1) 39 21 17 21

West suburb, renovated 193 with triple reception, 6 bed bathrooms. Artes's atelies, national School of Series, easy access Paris by Iran or car. FF 5,600,000. Tel: Owner (33-1) 46 26 35 18 PARIS 8th, AV MONTAIGNE

ON LAKE D'ENGHIEN

Longue 5 bedroom house with 2-storey now window. Great house with source Screen & Pagada. 15 mins REX to Porte Maillat F-LB Million. Tel 1-3964 3787

8th - DUPLEX PENTHOUSE + 35 sq.m., TERRACE Fobulous location, or conditioning, 252 sq.m., living spoots, 5 beds 3 boths, fitted American latchen. FFIGM, Tek Owner (1) 42 56 47 83

(18th) - VIEW ON SACRE COBIR Tel: Owner (1) 45 03 48 00 ANTIBES - COTE D'AZUR
Spelandid Provenced Mass
South-toong, see view. 75 sp.m. living,
5 beds & baths. 2,220 sp.m. gorden, pool
& outbuildings. IF 5,54M. Sale by Owner.
Tel: (33) 93 33 42 45 Feez. (33) 93 34 07 57 16th, NEAR AVE FOCH double living + bedroom, 70 sq.m. stamy, second floor, FFI,900, 000. Owner 1-4553 7112 Parting & med's room possible. 16th - HAMEAU PASY, 80 sq.m. dubles, 6/7 floor, charm, quiet, lift. F72.1 million, V.S.H. (7) 40 30 64 64 ST GERMARN DES. PRFS. on historical

CANNES - 500 m. east of Pales Beach on the ser - excellent continuer crown from 100 sq.m. operiment + 150 sq.m. lovely, private garden - 2 bedrooms - 2 bedrooms - large living rooms - fully granshed by designer groups. Prior FF45 million. Tek + 23/ 93 43 18 09 Fax + 207/3402313. FF2.1 mileon, Va.P. (() ou au or or 17 GERMANN DES PRES, in historical house, 3/4-room couple flat, coles, top floor, view, mezzonine, Tel (-4329275/ PARES Bith - AVENUE MONTAIGNE BS sq.m. + herrores, Exceptional views, Tel-SERVIM (1) 53 77 20 63.

GRASSE - COTE D'AZUR Superb 300 sq.m. Estate with ponorquisc sec view, tervis 8 pool 9 700 sq.m. land. 45 mm No.e Airport. 77,000,000. Tel (33) 93 42 41 42 fax (33) 93 42 59 79 FRENCH RIVIERA

VENCE - RETIRENCE EXECUTIVES

EXCHANGE / SALE

Architer owned 17th century
removated Mass in Hours de Venca
300 sq.m., 2750 sq.m. lond,
switching pool & lovely old trees.
Unque portuguras view of the nedifferences from Coarnes to \$1, Jean
Cap Fento 8 the mountains, Estimated
16 Million. Sell or exchange for an
portiment in Ports Idih or Neutily as
Seine or a freestanding villa in Garches,
Vaucresson or to Cale 85, Choud. Call
owner directly, Paris 1-47 41 64 65
or fact 1-47 01 20 89 joifice hours.

CANNOS Owner selb learnous 2-room apartment (1 fiving + 1 bedroom) 60 sp.m. + 40 sp.m. Terrace/Joga + portang + cellor, Sold furnished. F1,250,000. Tel: Pans (1) 45 79 54 St. FRENCH PROVINCES 18th CENTURY CHATEAU/HOTEL, between Tours and Chinon, on the banks of the Loire River. Possible for private residence. Selling due to health restions. Contact owner direct. Face. (33) 47 96 57 36. Tel- 47 9e 70 47.

GATRNAIS ESTATE
Very charming old farmhouse
renovated. Near Courtenay (Laref).
110 km Park, 10 min 18-hole golf
course 300 sc.m. Irving area,
receptions, 2 fireplaces, 3 bestvoors
bestvoors, 80 sc.m. parage and w
cellar, 1 ha garden, FF2,000,000.
Tel Paris (33-1) 43 29 43 67 OWNER SELS BEAUTIFUL VILLA ON THE HEIGHTS OF CANNES with paracomic view of the coast, +/- 300 spm. fring care & 2,700 spm. of land. 6 bedrooms, 5 bedrooms + epocate 2-bedroom guest house. South fooms, colm, security system, crays symmatic pool. Interesting proce. \$1,700,000 (pagamothis).

PECTACULAR VIEW, focing Cop Fer large swiftering pool. Interesting price. 51,900,001 (negotiathle). Phone France: (33) 93 69 34 90 Car phone: (33) 07 06 65 94 BUY IN FRANCE
WITHOUT COMMISSION!
Free! Receive regularly, of your home,
a selection of real estate
corresponding to your demand.
From: (33) 67 63 03 19 or write to
IE PARTENAINE EUROPTEN
34297 Mantpellier cedex 051, France

boths, letchen, terroza, garage, celler surrounded by National Park, delight ful gardens and scanic pool, Available immediately. FF2.5 million. Direct pri-vale sole. Tel. fame (39-6) 35503951 from 9-11-om.

MIDI: BETWEEN MONTPELLER
AND CARCASSONNE
Delegitive properties: estates
and country homes.
1440 Lamelou Les Baird, Franch
irord Anderse: (33) 67 95 21 01

PROVENCE: NEAR LIZES: Superb con-temporary "mas", perfectly restored and decorated using authentic note-rials, large terrocase and charming gendent: PZ750,000. NEAR POAT DU GARD: "Moston de village" [00 sp.m.,

SWITZERLAND

LAKE GENEYA & \_**\_\_** MOUNTAIN RESORTS

Sale to foreigners confinerated, our speciality since 1975 need PROPERIES & CHALERS in MONTRELLY, VELLARS, GSTAAD, LES DIABLERES, VERDER, CRANS-MONTANA, etc. 1 to 5 bedrooms, Sr. 200,000 to 3.5 min. REVAC S.A. 52, Monthriller, CH-1211 Genevo 2 Tel 4122-734 15 40, Fax 734 12 20

NEAR GSTAAD (SWITZERLAND)

Septim provinces with exceptional class, 350 sq.m. 5 bedrooms, 4 bedrooms, 4 bedrooms, 4 bedrooms, 50 sq.m. 5 bedrooms, 64 Septiments, 64 Septiments, 65 Sep

GREAT BRITAIN LONDON

**REAL ESTATE INVESTMENTS** 

collaboration with the U.K. subsidiary of one of the major Swiss banks, can offer you income properties, located in prime U.K. cities,

The ORION Group, a real estate broker since 1975, in exclusive

5) Competitive financing conditions for loan up to 80% of the price.

Fiscal and legal counsels by our specialists.

Local property management.

For further information, please contact

ORION INVESTMENTS & TRUST LTD.

25. rue de Chantepoulet, 1201 Geneva - Switzerland Tel: -41-22-732 48 95 Fax: -41-22-731 44 91

which wholly correspond to the following criteria:

1) Commercial and office buildings fully rented.

taxes, insurance, maintenance, repairs, etc.).

8) Real estate investments starting from £1,000,000.-.

6) Sale and increasing income over the years. 7) Altractive fiscality for foreign investor.

2) National or international credit tenants.

PARK TAGENCE Le Park Poloce
25 Avenue de la Casta
MC 98000 Alonte-Carlo
Hober & Partner
Tel: 93 25 15 00. Fox: 93 25 35 33

MONTE CARLO

LES FLORALES (Carre el'Or). Pleasant studio 42 sq.m., entirety refurbished, storage room and double parlang space, (R.13). Euclusive Agent, **AAGEDI** 7/9, Bd des Moulins. MC 98000 Monace Tel 33-92 16 59 59 Faza 33-93 50 19 42

USA RESIDENTIAL

SENSATIONAL CONDO
Speciation space inside 8 out 1000 sq.
ft, wing terrate enclosing 3000 sq. ft.
sterror space. Incredite views from fill
tooms including 4 Bectrooms, 4.5 boths.
Lustry condo at 15 of case balding.
MABIE BIANCO 212-891-7083 DOUGLAS ELLIMAN

Page 23 FOR MORE REAL ESTATE

#### FRANCE

Real Estate Auction Sale at the Palais de Justice of Paris Thuraday, December 15 at 2:30 p.m., in one lot,

#### IN BUILDING LOCATED IN PARIS 7 I bis rue de Buenos Ayres A 6-ROOM APARTMENT

with 2 maids' rooms and a cellar Starting price: FF 6,000,000 Contact: Maitre Bernard de SARIAC, Attorney in Paris, iernard de SARIAC - Alain JAUNEAU, 42, Av. George-Y, Paris ( (only from 10 a.m. to noon, tel. (1) 47-20.82.38)

Hinitel 3616 AVOCAT. Visits on site the 12th of December from 2 p.m. to 3 p.m.

Fully equipped luxury apartment in private tropical gardens and beach next to Puerto Banus. 14 nights \$1,000 Golf available Tel. 34 52 81 40 60 Fax 34 52 81 09 92

SPECIAL SUNSHINE XWAS OFFE

NYC/5th Ave & 78 St. 6 ROOMS

SOUTHERN 图 CALIFORNIA

Waterfront home, 80 foot boot sin, Guard gated community, tennis, pools 5 bedrooms, 5 1/2 batts, majos room 4800 sp. fr. Purchase \$1.5 M ar loase AGENT: Jin Italiano Tel.:310/795-1630 Fax: 310/795-1644 USA

LEXINGTON MASSACHUSETTS Executive home with 4+ bedicons

and many extras-short commute to Basion. For sale \$599,000 or long term lease. Available entreducely furnished lease. Available remediately furnishe or unfurnished----FAX 617-862-5399 ARSZONA exceptional 14,000 acre cattle ranch 93 acres private, includes 2 ghost towns, gold mans, natural springs. \$500,000 neganable. Som Sedgwick, MCP Bes 104 Nogoles, AZ 85621 USA, Fas 1 602 28/7051

REAL ESTATE FOR SALE

USA RESIDENTIAL

NYC/Park Ave & 72 St. 7 Booms Best Penthouse In New York Best Perrithouse in New York:
Glamorous perrithouse in privile leading with enforces wrop planted transce.
Fobious Master Bedroom sure with his/her's boths. 2 additional Bedrooms or 1 & forcy, Double living room with woodburning firesface, full drining room with styles. Deliber either batchen, with styles. Deliber either batchen, with styles. Deliber either batchen, with styles. Deliber either conditioning, their condition. Foreign & corporate buyers welcome. Co-exclusive.

RESCCA STENDECKER
212-891-70016-1. 212-528-8057

DOUGLAS ELLIMAN

RUSSIA

REAL ESTATE IN MOSCOW FOR SALE offices and buildings in central

Moscow To hav, to real, to finance mortgage SOLBY Fax: (IIK) 44-71 499 3559

Sth Ave's Finest Pre War 6
Magnifornt hyde mist renovations in a class traditional style Fabulous park wees from the Living Room, Fall Drining Room B 2 Bedrooms, Master Bedroom has his/her baths Superb earn latchen, mad's room B bath, Every amenty! Eath and characteristics of the discovering the processing by the Living Color of the discovering the processing by the Living Color of the discovering the processing by the Living Color of the discovering the Living Color of the Color o

DOUGLAS ELLIMAN

 Long term leases (15-25 years), with 5 yearly upward only rent reviews. 4) Absolute net rent (F.R.I.), as the tenant pays for all costs (real estate

## For leasing, buying or investment opportunities call (305) 532-2519. 446 COLLINS AVENUE MIAMI BEACH, FL 771 191MA

PORTOFINO TOWER NAME ADDIRESS

STATE PROVINCE COUNTRY PONTAL ZIP CODE

PORTOFIND FOWER IS A CHALITY PROJECT BY MAPQUESA DOUBLE OPERINT LTD. CIRCL REPRESENTATIONS CAMBOT BE RELIED UNDWAS CORRECTLY STATUBLE MEMER SERTATIONS OF THE DEVELOPER FOR CORRECT REPRESENTATIONS MADE REFERENCE TO THE PURCHASE ARRELIEM IT AND TO THE DOCUMENTS REQUIRED BY SECTION 718 SIZE RECEIVED AS INTERNAL STATUTES TO BE PURCHASED BY DEVELOPER TO DRIVER OF ILESSEE.

Partofino Tower, scheduled completion date. June, 1996.

PORTOFINO TOWER



INTERNATIONAL HERALD TRIBUNE, FRIDAY, DECEMBER 2, 1994

Analysts predict that Russia's gross domestic product will continue to rise, now that inflation is being brought under control and private enterprise is stimulating the economy - and purchasing power.

## A TURNING POINT FOR THE ECONOMY

Industrial output is up again, as is the GDP.

ussia's battered economy is at a turning point. After hit-ting economic rock bottom earlier this year, the country is set to embark on a tough economic program for 1995 that the government hopes will create a springboard for a period of sustained economic growth.

Even though it is presiding over a shrinking economy, Prime Minister Viktor Chernomyrdin's cabinet has managed to turn most businesses over to private ownership, creating a burgeoning securities market in the process. It has also chalked up a number of successes in controlling the budget deficit, inflation and the exchange rate of the ruble.

"Russia has reached the end of a long fall in production."

says Richard Layard, who heads a Moscow-based research group under the London School of Economics. "It is now ready to begin a long period of growth."

The mere fact that talk has now turned to economics is indicative of just how much progress has been made in the political sphere. Only a year ago, President Boris Yeltsin used tanks to drive his political opponents out of the old parliament building. These days, Duma Chairman Igor Rybkin, himself a veteran of the White House siege, works closely with the president, and there are encouraging signs that a series of long-overdue commercial and tax reforms will at last become part of the statute books.

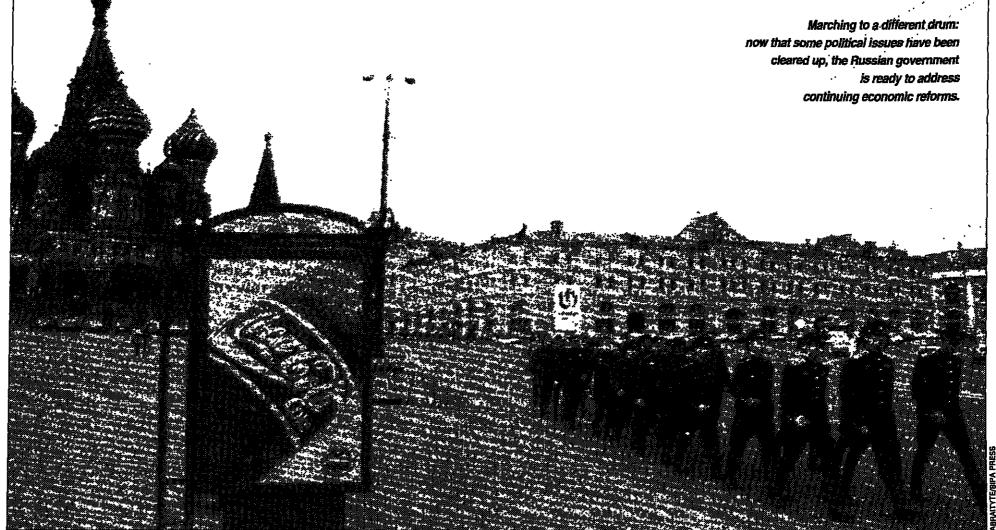
A recent government reshuffle bodes well for reforms in 1995, analysts say. Radical reformer Anatoly Chubais was promoted to first deputy prime minister with overall responsibility for the economy to work with the new economics minister, Yevgeny Yasin, a seasoned marketeer.

The government's program for 1995, which this new team must ensure is implemented, envisages slashing monthly inflation to less than 2 percent by the end of the year. This will be no mean achievement. While inflation was brought down to a monthly low of 4 percent in August, the "Black Tuesday" crash of the ruble forced the October rate up to a 10month high of 15 percent.

Shrinking the deficit

The main weapon in the government's anti-inflation armory will be its stated refusal to resort to using inflationary Cen-

, a constituto de la composición de la constitución de la constitución de la constitución de la constitución d



tral Bank credits to finance a forecast 7.8 percent budget deficit. On current evidence, it looks as if it means business - even in the last quarter of this year, the government has turned away from simply printing more money to solve its problems, and this year's deficit looks set to come in at just under 10 percent.

Russia is now looking to fund the gap between revenue

and expenditure through an ambitious program of state bonds, coupled with some \$11 million to \$13 billion in longterm loans from international financial institutions. The World Bank says it is likely to hand over some \$3 billion in loans, while a \$4 billion standby loan from the International Monetary Fund is under discussion.

Moscow is also asking for a \$6 billion stabilization fund

from the IMF, which would prevent exchange-rate glitches like Black Tuesday's on Oct. 11, when the ruble lost 20 percent of its value in a day, sliding to nearly 4.000 to the dollar. It has since recovered to a position of around 3,100 to the dollar, and acting Central Bank chief Tatyana Paramonova

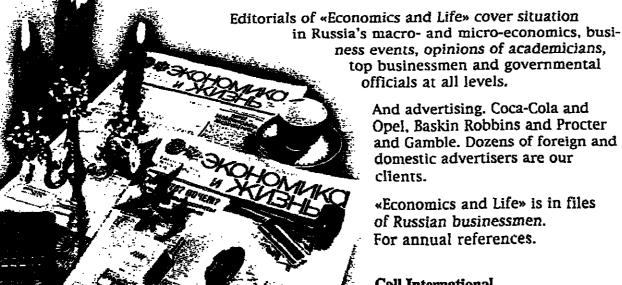
Continued on page 12

# There Is Only One Newspaper in Russia which Is Filed by Companies

Everything in Russia changes quickly. Emerging markets. Rich potential.

But sometimes things change too quickly. New governmental decrees take the places of ones adopted only a month before. Instructions of Central Bank and new taxes. Decisions of local authorities and practically anything one needs to know about doing business in Russia and the CIS.

The only newspaper which offers all this and much more is «Economics and Life» weekly. Nearly 85% of our readers and subscribers are companies rather than private persons. Thus it's the only newspaper for filing at banks, financial institutions, insurance companies, industrial enterprises.



officials at all levels. And advertising. Coca-Cola and Opel, Baskin Robbins and Procter and Gamble. Dozens of foreign and domestic advertisers are our

«Economics and Life» is in files of Russian businessmen. For annual references.

Call International department of RAGUI advertising agency: +7.095.257.3552



Part 0 1994, RAGUI All rights reserved.

### INVESTING

### IN RUSSIA?

## TO HELP!

The largest public-sector holding company in Russia STATE INVESTMENT CORPORATION (GOSINCOR) provides investors with the following services:

The locating of suitable partners

through the use of Gosincor's proprietary, integrated database, which contains the details of more than 2,000 planned investments and more than 4,000 projects. These are to be found in all major industrial sectors and in all regions in Russia.

The arranging of project finance

using standard, certified procedures. Packages compiled take into account current conditions prevailing in Russia's economy as well as the client's particular needs and incorporate the expertise of international

The conducting of business audits

ranging in depth from initial overviews of companies and their operations to comprehensive surveys carried out using our own methods or following the client's stipulations.

The acquiring of equity stakes and shareholdings

and the formulating of proposals of participation in consortia and investment projects as well as the compiling of bids for companies up for privatization. To that end, Gosincor supplies clients with all requisite information and prepares all necessary documents.

The supplying of investment insurance

covering all kinds of risks, including those arising from such non-commercial causes as political events. This coverage takes the form of guarantees made on capital accounts held in Russia, and the securing of policies with well-known insurance companies.

The providing of banking services

providing finance for all stages of the investment process. Not covered provided are payment guarantees, the factoring of non-performing accounts or of inconvertible earnings.

The monitoring of markets and of risk factors

by expert staff members, including evaluations carried out by groups of highly qualified managers equipped with state of the art information provision and assessment technologies.

The offering of legal counsel and information

on current and pending legislation. Gosincor also assists in the preparation of agreements, contracts and

The conducting of import-export operations

including activities in procurement, starting with the acquisition of the necessary equipment, and the organizing of its shipping and its passage through customs, and in production, with this comprising the distribution of finished goods, their shipping and passage through customs.

The supplying of all necessary business to business services

including the setting up of offices, the providing of communication, transport and security services and the arranging for tamper-proof data links.

State Investment Corporation was founded in February, 1993, on the basis of a presidential decree The company's share capital amounts to \$ 1.25 bil lts chairman is Yuri V. Petrov.

For further information, please contact GOSINCOR 35, Mynsnitskaya Str., 101959 Moscow Russia Tel.: (+7-95) 208 99 44 Fax: (+7-95) 207 69 37



The Corporation includes Incorbank. Russian Investment Insurance Company (the Bahamas), Incor-Strakh, Gosincor - Trust, Trading House, Incor-Finance, Incor-Invest. Gosincor maintains regional offices in Tyumen, Yekaterinburg, Saint Petersburg, Nizhniy Novgorod, Sochi and Yalia, representation in New York.

program down.

But Charles Blitzer, chief

economist at the World Bank mission in Moscow,

believes such worries should

be taken with a grain of salt.

## PRIVATIZATION ENTERS SECOND, IRREVERSIBLE STAGE

After a slow start, the post-voucher stage of Russia's ambitious and far-reaching privatization program has taken off.

ment tenders across the fresh capital. country are offering immense opportunity for Russian and foreign investors alike. In contrast to the first stage of privatization - in which the state sold off shares in enterprises for vouchers issued to every Russian man, woman and child - the second stage focuses on selling stakes to strategic investors who have the capital and expertise needed to turn Russian in-

dustry around. "Now the ideology is dif-ferent," says Arkady Yefstafyev, spokesman for First Deputy Prime Minister Anatoly Chubais, the driving force behind Russian privatization. "Now it is the attraction of capital."

President Boris Yeltsin launched the second-stage program with a decree in July, but the move was followed by a summer hall before local administrators and the companies themselves

Everything must go While official statistics are

the rest going to local and regional budgets - have given a significant boost to privatization in Russia's farunavailable, lists compiled flung regions, many of

#### Russia's privatization program has reaped praise from Western experts as an unprecedented success

by private consultants show hundreds of cash auctions and investment tenders taking place throughout Rushead of the Urals Stock Censia's 89 regions. The selloffs range from tiny stakes in huge enterprises such as LUKoil, Russia's largest independent oil company, to controlling stakes in lesserknown companies such as the Crystal sanatorium in the Black Sea resort town of

Sochi. Mr. Yefstafyev says that the rules of post-voucher privatization - which allow enterprises to keep 51 per-

which had previously op-

ter in Yekaterinburg, agrees. "The market started thriving as soon as sales of enterprises for cash began," he says.

The share market

The development of a market for shares in Russian companies also means that many Russian assets are no longer as cheap as they once were. A 0.076-percent stake recently auctioned by experiences that when there LUKoil Holding, for exam- are changes in the governbegan to realize the pro- cent of the proceeds from ple, went for more than \$2 ment, policy generally

wash auctions and invest-gram's potential to bring in cash auctions with most of million. Nonetheless, shares changes more slowly than in Russian enterprises are we would believe from readstill a bargain compared ing initial quotes in the with their foreign counterpress," he says. parts. Based on share prices in over-the-counter trading. Pending legislation

the average Russian oil The main source of opposicompany, to give one exam-ple, is currently valued at betion to privatization remains Russia's contentious parliatween 10 cents and 40 cents ment, which has yet to pass per barrel of proven redefinitive legislation on land ownership as well as on reg-Although Russia's privatiulation of the country's sezation has reaped praise curities market, all of which from Western experts as an experts say is essential to at-

unprecedented success, it tracting foreign investment. still faces obstacles at home. Some reactionary mem-Some observers worry that bers of parliament have even Vladimir Polevanov, a forthreatened to put a stop to mer regional governor reprivatization and annul the cently appointed to head results of all cash auctions, Russia's State Property but Mr. Yefstafyev isn't Committee, might slow the worried.

"Try to imagine what would happen if parliament moved to stop privatization," he says, pointing out that the program has created millions of shareholders "We've learned from past across the country. "It's politically impossible. It's already irreversible."

Mark Whitehouse



Building on the basics: after an initial transfer of ownership to the private sector, the second stage of privatization seeks to attract new sources of capital.

## A TURNING POINT FOR THE ECONOMY

Continued from page 11

recently pledged to use all available resources to defend its exchange rate.

Industrial output up

The government, however, still foresees shrinkage in the economy next year of between 6 percent and 8 percent, compared with a 22 percent decline in GDP over the past 12 months.

Figures for October have caused many analysts to be more optimistic about the prospects for 1995: GDP rose 4 percent over September, spearheaded by an astounding monthly rise in previously waning industrial output of 9.5 percent.

There is a chance the budget will turn out better than it looks at the moment, because the forecast of a 6 percent fall in GDP is now no longer likely," says Mr. Layard. "Industry figures may start falling again, but there is enough strength in the rest of the economy to make sure GDP will grow from now on."

Analysts give much of the credit for economic revival to the new, small private businesses that have mushroomed in the trade, services and small manufacturing sectors over the past few years. Indeed, the extent of Russia's revival may be underestimated, analysts say, because much new entrepreneurial activity is unrecorded. Some 25 per-

to take place in this "gray" sector of the economy, helping to explain why real incomes have increased by some 13 percent so far this year, while official wage levels have stagnated.

Demand for consumer goods
The extra rubles in Russians' pockets have filtered through into a boom in demand for imported consumer goods over the past two years. Imports account for some 70 percent of all food bought in the bustling streets of Moscow and St. Petersburg, and foreign brands have captured around 50 percent of the alcohol and cigarette markets, independent research shows.

While exporters have been quick to move in on the Russian market, Western companies have been more hesitant about committing themselves to direct investment. International investors like CS First Boston, Morgan Grenfell and Salomon Brothers have been pumping money into Russia's untarned securities markets at a rate of \$500 million to \$700 million per month, Mr. Chubais says,

but direct investment has been less forthcoming. Nevertheless, the Central Bank reckons direct foreign investment will come to \$2 billion this year, compared with a total of just \$2.7 billion in

the previous six years. A bullish Mr. Chubais recently predicted \$8 bil-

cent to 50 percent of economic activity is thought lion to \$9 billion in new investment in 1995, if the government can address some of the basic concerns expressed by Western businesses in the areas of taxation, customs duties and guarantees.

A consultative council on foreign investment, including representatives of 17 leading Western companies, is working with the government to thrash out the specifics of some of these questions and come up with answers.

Reform of the tax system is also under way in parliament. Its goal is to shift the fiscal burden away from business toward the individual and to scrap anomalies like the excess-wages tax, which penalizes companies for paying their employees higher salaries.

In addition, a new Civil Code now awaits the president's signature and should come into effect on Jan. 1, providing Russia with an economic version of the constitution that will revolutionize commercial law by clarifying previously murky concepts such as what constitutes a contract.

The code will replace Soviet law, wipe away the legal patchwork and replace it with a complete framework of civil law," says Lane Blumenfeld, a U.S. lawyer who advised on the drafting of the

WHERE THE OPPORTUNITIES ARE

The following are some of Streets's fines and the Pact State is at relatively an promising regions of State of Mescale States and St. Petersburg - fire foreign powers. Dates come promises as a second state of the second states and St. Petersburg - fire foreign powers.

and St. Petersburg. But foreign average and st. Petersburg. Arkhangelsik. This Par North mediation and the tension in the furshall of the year. The bulk of this investment was bank in the beginning of the year by four analogment and the beginning of the year by four analogment and the beginning of the year by four analogment and the beginning of the year by four analogment and the beginning of the year by four analogment and the beginning of the year by four analogment and the beginning of the formed the Timan-Petersburg. Analog of the formed the Timan-Petersburg and the four and develop on fields in Arctic-Russia. Pending argument by Russian authorities in the Timan-Pethors basin, the company plans to spind more than \$100 million on a three-year and paths and successful and four the same and paths are exceeded by the foreign and paths are exceeded by the foreign containing and angels, and angels, should be successful and angels. The ural Mountains for merry a top-secret zone because of the large number of military enterprises, has recently become accessible to foreigness. The region has the best opportunity for Western business. Says Jack D. Segal, the American consul general in Yeksterinburg, the Urals region capital. This duty of the sure of t

. . .

. .

.....

# Miclinya Nobertamoya st., 15, 123362 Moscow Fax: (095) 490-58-10 — Phone: (895) 490-58-08

Our company has been operating since 1992 and has a france from the Trustica government for investment operations "Heartes-Moscow" office all companies concerned:

consulting and information services: evaluation of investment projects: selection of prospective portners for matually beneficial compension in the Russian securities market; daying and selling slock of the Russian "payalla

prises under the poriners' instructions. We can give you a chance to reduce the risk of your investments!

26, Myasnitskaya

Moscow, 101000

Tel.: (095) 923-08-09

Fax: (095) 923-65-39

Teletype: 114996 VLT

RNCB \_\_\_

A NEW BANK IN THE NEW RUSSIA

short term for a bank in general but it is quite a long term for a new bank in the new Russia.

highly qualified professionals and ranks among the top performing commercial banks in Russia.

provides various services in lending and money transfer, including international bank transfers.

Four years have passed since Russian National Commercial Bank was founded. Four years is a

Back in 1990 a team of just a few young people could offer a limited range of services on a very

Today the Russian National Commercial Bank with its branches employs more than seven hundred

Russian National Commercial Bank strives to achieve a high degree of stability and reliability. The

The Bank's development was backed up by a rapid buildup of its clientele. At present RNCB has

Therefore during this period the Bank has been expanding rapidly. This is particularly true of capital

The Bank has always sought to minimize loan and investment risks and to protect its clients' and

RNCB has a wide network of branch offices in different cities of Russia: St. Petersburg, Kirov, Izhevsk, Petropavlovsk-Kamchatsky, Novosibirsk, Tula, Perm and Kaliningrad. To serve the needs of

The Bank broadens the scope of its activity and now has corresponding relationships with 23 lea-

The Bank is actively developing close partnership ties with leading Western financial institutions in

the field of international portfolio management. This service, entirely new for the Russian market, is offered to institutional clients interested in global asset management. Extensive contacts have been develo-

ped with Western banks and investment funds interested in entering emerging financial markets in

The Bank is a member of S.W.I.F.T. and of the Association of Russian Banks, Mr. Peter Korotkov,

ding international banks and with 57 banks in the Commonwealth of Independent States.

the Bank's president, is a member of the Association of Russian Banks Council.

growth, accumulation of financial resources and of the amount of loans extended. RNCB's performance

far exeeds the inflation index and consolidates the positive change in all spheres of banking activities.

shareholders' funds and the effectiveness of this policy is confirmed by ratio analysis. More than 49% of

assets are placed with minimal risk or risk-free.

clients 6 branch offices have been opened in Moscow.

more than 6000 institutional clients. Its performance, growth of turnover and the volume of accumula-

ted financial assets have placed Russian National Commercial Bank within the top banks in Russia,

Bank develops relations with Russian and international banks, enterprises and private customers and

Telex: 412366 ROCOM SU

Sprint mail - RNCB / customer

S.W.I.F.T. CODE - RNCO RUMM

REUTER DEALING CODE: RNCB

For further information on advertisers in this section, please contact:

Wolfgang Lauterbach, International Herald Tribune, Friedrichstrasse 15, D-60323 Frankfurt, Germany.

Tel.: (49-69) 72 67 55 - Fax: (49-69) 72 73 10



5, Pushkin square, K-6, 103798, Moscow, Russia Tel.: (095) 209-47-27 - Fax: (095) 209-77-39

JOINT VENTURES ARE KEY TO INVESTMENT

For foreigners, entering the Russian market is often most easily done through a joint-stock arrangement.

Whether they are in the does not involve a Russian when Russian and foreign work ethics collided. business of drilling oil wells, building office buildings, opening fancy boutiques or selling Big Macs, many Western investors say that founding a joint venture with a Russian partner is still one of the most reliable ways of investing in Russia.

Euan Craik

You can hardly find a single serious Western manufacturing project here that

partner." says Pyotr Medvedev, a tax and legal advisor with Arthur Ander-

sen in Moscow. "If you are going to be doing business here, you need a Russian partner," says Jeffrey Zeiger, a Trenton, New Jersey native who opened Tren-Mos, Moscow's first American restaurant, as a joint venture with the Russian carmaker Lada, "There are things that we will never

understand," Local expectations

Once the only form of foreign investment permitted in the Soviet Union, joint ventures have often been fraught with difficulties. Several have fullen apart over tussles for property and profit. Others ran aground cobs Suchard, "You cannot

work ethics collided.

Faced with an obstacle course of restrictions on other forms of investment, such as a prohibition on land ownership by foreign companies, would-be investors are still opting for Russian partners.

A partnership between the chocolate makers Kraft Jacobs Suchard and a candy factory in Yekaterinburg in the Ural Mountains fell through when workers became alarmed that Western investment would mean job cuts. The company, a Philip Morris division, is persist-

"We do not believe the discussion is over," says Bernhard Huber, executive vice president for Kraft Ja-

to set up local production. The main obstacle to setting up a serious 100-percent foreign company aimed at production here is the impossibility of buying land,"

Although any foreign company can buy a Russian factory at a cash auction or at un investment tender, Western companies are often put off by restrictions, he says. According to Russian legislation, a company buying a factory at a cash auction or an investment tender may reduce its work force by only 3 percent and cannot change the type of produc-tion within the first three years, Mr. Belov says.

Joint-stock companies All joint ventures were to be transformed into joint-stock companies under a 1993 government regulation, and all new legal entities with foreign investment are now registered as joint-stock companies, but the term joint venture is still widely used to refer to any foreign investment in a Russian

company. Many foreign companies have set up successful joint ventures with Russian companies in the last two years.

Julie Tolkacheva For information about

Story.

The countries of Eastern Europe are among the promising investment opportunities of the future.

Saxony, possess a special insight into the opportunities and risks in these up andthe only new Landesbank to have been established in the newly formed states of Eastern Germany. That's why we wish to support you as

a fair and competent partner for your business activities in the East. After all, investments in the future should be well prepared and carefully carried out.

Make use of our special know-how in this area. Call us. We're there for you. Tel.: +49 341/979-0

Sachsen LB



# The new East Side

MEDIATOR LTD.

Ten-year production and sales of ultra-violet irradiator of blood.

an extraordinary medical device. Own patents and research,

Other engineering and equipment.

Seeking new business partners, investors.

4 Knipovich Str., Scint Petersburg, 193019 RUSSIA

Tel./ Fax: (095) 812 / 567 4128

We, the Landesbank of coming markets, since we are

subscription in Russia. piease contact: SOVAMINCO MOSCOW:

11/4 Gentsen Str. Build, 2 St Petersburg: 191065 St Petersburg Millionaya Ulits DOM 27 KAB 45

Tel.: (812) 315 84 59 or Fax: (812) 314 36 67

The Bank's auditors are Coopers & Lybrand.

succeed on the Russian market if you do not have a local production." Useful partnerships Valery Belov of Ernst & Young says that many foreign companies turn to Russian partners in order to obtain land and work space

## BANKING SECTOR IN SEARCH OF STABILITY

حيكنا من الاعل

A shakeout may be coming in the banking sector, but in the meantime innovations are being made.

ussia's fast-growing private banking system, which has sprouted some 2,500 commercial banks in six years, is either lurching toward crisis or advancing by leaps and bounds - or both.

Several top banks are beginning to look fairly sophisticated, opening foreign branches, introducing Russians to services like automatic cash withdrawal, attracting foreign investment and building slick images through Western-style advertising campaigns. Imperial Bank has distinguished it-

self with television ads set in the court of Catherine the Great. A huge neon advertisement in central Moscow touts Tokobank, one of the country's largest commercial banks, as a bastion of "respectability" and "stability."

Turning the image around

Still, banks are widely viewed with suspicion as more and more go under, taking with them the savings of ordinary Russians. Economists and governbanking system is heading for a crisis.

Bright spots remain, however. Stolichny Bank, one of the country's largest, recently announced plans to buy 2,000 automatic teller machines from IBM to create the country's first major network of computerized cash dispensers. It also recently received permission to open the first Russian bank branch in the European Union, in

Amsterdam. Tokobank, with assets reportedly worth about \$1 billion, won the first major investment in a Russian bank when the European Bank for Reconstruction and Development bought 14 percent of its common voting stock for 35 million in September.

The Russian National Commercial Bank, founded in 1990, is developing contacts with Western banks and investment funds interested in entering the country's financial markets.

Russian and foreign bankers are skeptical about the stability of the banking system. "Some banks are cerment officials have warned that the tainly attacking the market with a vengeance - they're spending a lot on

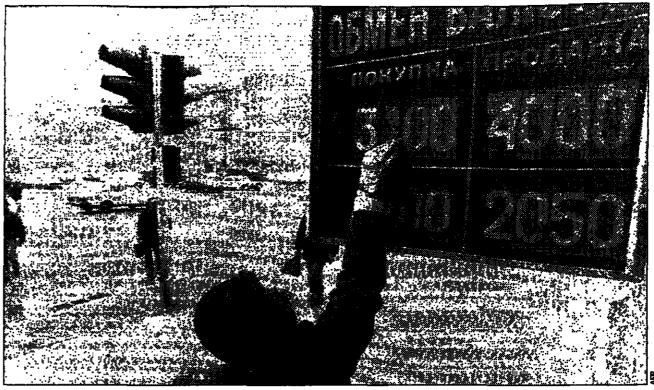
ads because they're so profitable," says Milienko Horvat, who heads Citibank's operations in Russia. "But I'm afraid that the aggressiveness and growth have very little to do with the inherent stability or lack thereof of Russia's banks.'

Capital cushions

Mr. Horvat says the apparent solidity of top banks like Stolichny and Tokobank may be illusory because accounting methods mandated by the Russian Central Bank do not conform to international standards, "Most banks have been spending every dollar they get, when it would be better to build reserves and get that capital cushion that would reflect that they are working in a very risky environment," he says.

The State Investment Corporation (Gosincor) has presented a plan to President Boris Yeltsin to compensate depositors in Sberbank, the former Soviet savings bank, which were frozen in April 1992.

Anne Barnard



The Central Bank has pledged to defend the exchange rate following the ruble's troubling one-day 20 percent slide in October.

## STOCK MARKET AT THAT AWKWARD AGE, BUT GROWING UP FAST

Russia's young stock market has been developing at breakneck speed this year. Once regulation catches up, foreign capital should continue to pour in.

oreign hedge funds have been pouring billions of dollars into Russia, but big institutional investors have yet to enter the still wild market, where buying a stock does not necessarily mean becoming a legitimate share-

Government officials have estimated that foreign portfolio investment in Russia the major factor influencing growth of the stock market has risen to \$700 million a month from a mere \$150 million at the start of the

Attracting foreign funds First Deputy Prime Minister Anatoly Chubais, who has overall responsibility for Russian economic policy, recently predicted foreign portfolio investment will continue to grow next year lars into Russian equities. commonly hide financial ac- electricity producer United

flocked to buy shares in Russia's oil, aluminum, electric power and communications industries, some reaping huge gains on stocks whose value grew more than 100 times in several months. The Moscow Times Stock Index, an indicator based on brokers' quotations of 30 leading stocks, has grown more than 50 points, to 150.39 from 100 on Sept. 1, when it was launched.

"In my opinion, the average share price of good companies in Russia will quadruple in two years," says Benoit Mounier, a Moscow-based manager for Eastern Capital Fund Ltd., an offshore fund that plans to put some \$50 million dol-

ket has been in the dol-Foreign investors have drums, waiting for a boost from big institutional investors such as emerging market funds and pension funds. Officials and market dealers have warned that the government must secure property rights and develop better regulation of the market to maintain an inflow of foreign capital.

> The need for discipline Foreign and Russian investors have long suffered from the lack of regulation in Russia's securities markets. Russian industry manproperty rights in their companies, have been known to delay or even refuse registration of new shareholders. Company directors also

Lately, however, the martivities from shareholders Energy Systems and oil services will be available on ket has been in the dol- and bar principal outside in company LUKoil, guaranthe market," said Mr. vestors from shareholders' meetings,

> "These people got used to being czars in their enterprises, so they treat investors as unwanted guests, not fellow owners of the company," says Sergei Pavlenko, director of the governmental Center for Economic Re-

Some Russian companies, however, have already changed their attitudes. In October, seven of Russia's leading industrial companies and investment funds stepped in to fill the legal agers, reluctant to share vacuum left by the government, creating a bill of rights to protect their shareholders. The Declaration of Shareholders Rights, signed by such giants as

tees the property rights of the companies' 8 million investors and requires the companies to provide shareholders with detailed financial disclosure.

Custodial services Most big foreign investors, however, are still waiting for more guarantees on their

money, and are unlikely to enter the market until custodial services, in which banks or other financial institutions guarantee ownership of shares, are set up. CS First Boston, Chase

Manhattan and Citibank are all working to establish such services, and investors hope they will be in place in the near future.

"In the next few months, I think that adequate custodial

the market," said Mr. Mounier of Eastern Capital Fund. "When that happens, big foreign investors will come into the market, which will cause it to explode."

Besides ownership guarantees for investors, the Russian equities market lacks two other essential elements: It has neither a unified stock quotation system nor a clearing center where share purchases can be registered. Dealers often have to fly to outlying Siberian cities to register share trades at a company's headquar-

Such costly and timewasting procedures leave no room on the market for smaller investors, as most brokers refuse to go to the trouble to strike deals worth less than \$100,000.



The situation could soon is offering 55 percent of its improve, however, as more companies seek to attract the means of individual in-

Red October, Russia's largest candy factory, which

stock at cash auction in December, has already said it plans to sell most of the shares to individuals through special stock stores.

"RUSSIA" was produced in its entirety by the Advertising Department of the International Herald Tribune. WRITERS: Anne Barnard, Euan Craik, Mikhail Dubik, Julie Tolkacheva and Mark Whitehouse are on the staff of The Moscow Times. PROGRAM DIRECTOR: Bill Mahder.

Recently, the stories about JSC MMM received wide coverage in western media. Analysis of the publications revealed that they do not distinguish between JSC MMM and MMM-Invest. In most newspaper articles JSC MMM is referred to as "investment fund", whereas MMM-Invest is classed as a voucher investment fund. The present report is aimed to put the record straight.

was established in December 1992 to participate in the privatization process and is the November 8. 1994. The number of sharehollargest in Russia. The Voucher Investment ders is estimated at appr. 2.4 mln. Fund obtained the license from the State An efficient investment strategy provided to

The Voucher Investment Fund MMM-Invest share capital amounts to Rbl. 42167 bn. or USD 13,593 m at the rate available on

Property Committee of the Russian Fund assets has been sourced from the shares Federation, numbered 58 and dated January of privatized enterprises and, qualified as 29, 1993. Fund authorized stock was regis- highly liquid assets. The figures below illustered by the State Property Committee on trate the growth of market value of highly li-February 1 and September 1, 1993. Paid up quid Fund assets during recent months.

Date	Liquid assets value (*000 USD)	Asset value per single placed share (\$/share 1000 rbl. par value)		
01.08.94 07.08.94 15.08.94 21.08.94 30.08.94 07.09.94 15.09.94 30.09.94 07.10.94 14.10.94 21.10.94	43 453 45 696 54 501 61 359 74 086 100 268 117 479 121 694 126 476 103 853 92 364 80 663 81 208	1.03 1.08 1.26 1.45 1.75 2.37 2.78 2.88 2.99 2.46 2.19 1.91		
31.10.94 08.11.94	85 <b>93</b> 1	2,04		

A fall of Fund assets market value in the first half of October was resulted from a recent sharp decrease of shares quotations of oil production complex enterprises in the Russian market. Nevertheless, the table shows an upward trend of Fund assets values in the past two weeks that connected first of all with growth of market price for other investment portfolio constituents, particularly costs of machine-building complex shares. For example, cost of AvtoVAZ Stock company shares, in which MMM-Invest has a largest block of shares, rose by over 40% for the last October in terms of US dollars.

ship capital) of the privatized enterprises gives as larger as the Fund authorized capital. the right to participate in the decision making processes of the management of the enterprises. The Fund's representatives are on the boards ly skilled professionals. Some of the top of directors of some of the largest Russian enterprises.

Profit for the first quarter amounted to USD 12.308 m. A profit tax amounting to USD 4.308 m. was contributed to the State. Out of all the voucher funds operating beneath equal conditions. MMM-Invest was the only one to make a major profit. By decision of the shareholders taken at the general meeting, May 13, 1994 this profit gained from the Fund activities was allocated in dividends. As of November 8, 1994.

A major shareholding (3 to 24,4% of owner- a market value of Fund liquid assets is 6.3

The Fund is represented by a team of highmany have gained qualifications in securities dealing from the Finance Ministry of

The Voucher Investment Fund MMM-Invest is financially and legally fully independent from the companies incorporated in the MMM Association, and, from JSC MMM, which has been the subject of great discussion in recent months in both Russian and Western media.

## LIST OF INVESTMENTS

**Voucher Investment Fund "MMM-Invest"** In excess of 3% ownership capital:

Name in alphabetical order	% from ownership capital	Description of activity	Location
AVTOVAZ	8,18	Car production	Samara dist.
ANGARSKNEFTEORGSYNTHEZ	11,30	Oil refinery	Irkutsk dist.
BERIOZKA IN LUZHNIKI	19,43	Trade	Moscow
VARIOGANNEFTEGAZ	3,04	Oil and gas extraction	Tyumen dist.
MIL' HELICOPTER PLANT	7,55	Design and production of helicopters	Moscow
HOUSING CONSTRUCTION CENTER N.9 LENINGRAD OPTICS AND MECHANICAL	3,06	Construction	Moscow
PLANT (LOMO)	4,80	Precision Manufacturing	St. Petersburg
MOSCOW JEWELLERY PLANT	24,48	Jewellery making	Moscow
RYAZAN OIL PROCESSING PLANT	6,86	Oil refinery	Ryazan
TOMSK OIL AND CHEMICAL PLANT	18,58	Oil refinery	Tomsk
TOURCENTER SUZDAL	11,65	Tourist industry	Vladimir dist.
UAZ	17,02	Car production	Ulianovsk
TSUM	5,50	Trade	Moscow
JAVA TOBACCO	4,02	Cigarette making	Moscow

## Up to 3% ownership capital:

"On Tverskaya" (hotel "Minsk", Moscow); Ostankino meat processing plant (Moscow); Hotel complex "Kosmos" (Moscow); "Red October" (confectionary, Moscow): "MIKROMASHINA" (MIKMA, consumer appliances, Moscow); PURNEFTEGAZ (oil and gas extraction, Tyumen dist.); NOYABRSKNEFTEGAS (oil and gas extraction, Tyumen dist.); KONDPETROLEUM (oil and gas extraction, Tyumen dist); SAKHALINMORNEFTEGAS (oil and gas extraction, Sakhalin); NORILSKY NICKEL (ferrous metallurgy, Krasnojarsk region); MEGIONNEFTEGAS (oil and gas extraction, Tyumen dist.); KIRISHINEFTE-ORGSYNTHEZ (oil refinery, Leningrad dist.); NIZHNEVARTOVSKNEFTEGAS (oil and gas extraction, Tyumen dist.).

MMM - Invest is currently seeking foreign companies wishing to participate in the privatization process in Russia. MMM - Invest offers business consulting services and joint operations in securities in the Russian market.

Tel: (7095) 201 3908 Fax: (7095) 201 3746

| 19th |

12 Month High Low Stock

4¼ KetyCh 13 KellySA 13 Kernet 13 Kenetet 7¼ Kenetet 134 Kernes 134 Kornes 134 Kornes 134 Kornes 134 Kornes

AND THE PROPERTY OF THE PROPERTY AND T

.40 .05

.12 .20 2.06

3897967 1945139746598673966831129983627322867722752687722987788648764773298778864865

Encore
Encorew
Encorew
Environs
Enverte
Enverte
Encore
Encore
Encore
Encore
Encore
Encore
Encore

.04 .27 e 1.24

.80 .20 .08 1.84 f .12 .60

.44 .20 .10 .80

.10 .80 .20

.14

.471 1.29 1.77

This list compiled by the AP, consists of the 1,000 most traded securities in terms of dollar value. It is updated twice a year.

DN YIN PE 100s High LowLoses Ch'on ,这是这个分词是这种形式的人,我们也是不是不是一个人,我们是一个人,我们是一个人,我们是一个人,我们也是一个人,我们也是一个人,我们也是一个人,我们也是一个人,我们也是一个人,我们也会一个人,我们也会 13 16 .24 .08 Andrew
An

.06 1.00 3.50 3.7 52 52

High LowLatest Cirgo | State | Stat 879-144 (1971) 197-14 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125 | 125

6% CMAI CP 5% CMAI CP 3% INCOME FINE 1% COSE FINE 5% TO CORR 7% COURT 7% COURT 7% TO COSE FINE 1% CONTROL OF THE CONTROL 1% TO COSE FINE 12% 10 CONTROL OF THE CONTROL 12% 10 CONTROL OF THE C 2% 2% Declaration of the control of 21-7 643 1 576-7 575-7 643 1 576-7 643 1 5

944, 774 GORNOR 1
1844, 774 GORN 25e ,12e ,06 ,50

### 174 MC PP

#### 174 MC PP

###### 174 MC PP

##### 174 MC PP

##### 174 MC PP

##### 174 MC PP

# 

20% 3% SEA Ind
20% 3% SEA Ind
20% 1% SCHOOL IND
20% 1% SCHOOL IND
20% 1% SCHOOL IND
20% 1% SCHOOL IND
21% 11% SOURCEMENT
21% 11% SOURCEMENT
21% 11% SOURCEMENT
21% 11% SOURCEMENT
21% 15% SOURCEMENT
21% 15 

## Total with The Property of 1.00 o 10.9 f 11.84 1.00 o 10 224 1914 VUICCP 2114 1514 WRIT 646 244 WRIT 646 244 WRIT 547 244 WRIGHT 11 154 WRIT 11 124 WRIT 154 12 WRET 154 12 WRET 154 12 WRET 154 12 WRIT 349 114 WRIT 152 12 WRIT 154 WRIT 155 WRIT 154 WRIT 155 WRIT 155 WRIT 156 W 151/2 15%

318/<sub>10</sub> 324<sub>14</sub>

119/<sub>10</sub> 119/<sub>10</sub>

27a 35/<sub>10</sub>

27a 35/<sub>10</sub>

27a 79a

12 121a

14 114

26 36 36 36

3a 37a 334<sub>10</sub> 16% 31% 11% 11% 17% 12% 12% 12% 26% 346 

Thinking Actors Can In . . . .

صكنا من الاحل

.20 .08

维

že į

The state of the s

77 6<sup>14</sup>0 77 3<sup>1</sup>4 15 12<sup>1</sup>4 45 7<sup>1</sup>4 7 29<sup>1</sup>4

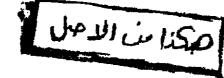
THE THE PROPERTY OF THE PROPER

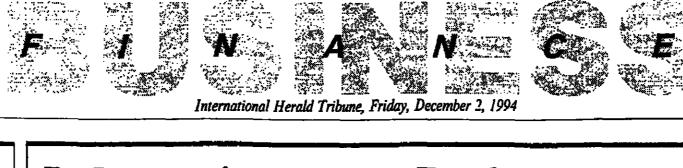
7.3.2018.507.4579.2.25 6.619.211717.1415.1415.1412.111012.227.112.98.140.444.44.44.45.45.45.45.45.44

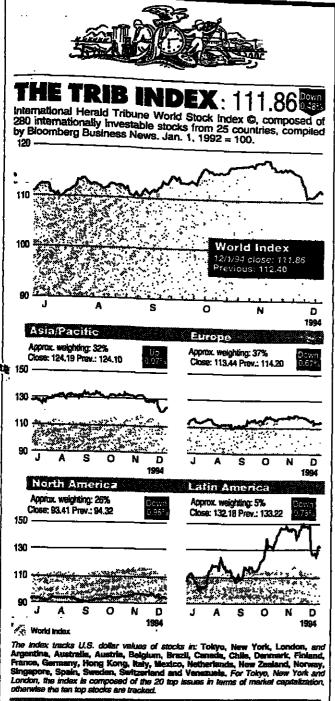
,·)

\_\_\_

\* 285







112.65 113.84 -1.05 **Miscellaneous** agr more information about the Index, a booklet is available free of charge. Write to Trib Index, 181 Avenue Charles de Gaulie, 92521 Neutily Cedax, France.

Consumer Goods

## Indonesia's Red-Hot Profit Center Sales Soar at Maker of Unique Clove-Laced Cigarette

By Paul Blustein

Washington Past Service
SURABAYA, Indonesia — Tropical dampness hangs heavily in the morning air. The spicy-sweet aroma of cloves permeates the factory floor. Fingers fly in a blur as women produce 300 to 400 cigarettes filled with cloves and strong tobac-

Even in Asia, few companies are at once as exotic and as dynamic as H. M. Sampoerna, the most profitable maker of

kretek, Indonesia's unique cigarettes.

It's a huge business, as evidenced by the smoky fragrance that pervades the streets of the world's fourth most populous country.

Sampoerna ranks as one of the most sophisticated and fastest-growing companies in this booming region, an example of the tough local competition that Western and Japanese multinational firms are finding as they invade Asia's lucrative markets.

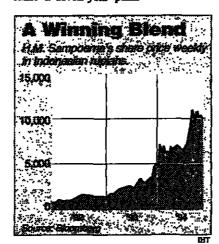
It's a flourishing company that must occasionally summon priests to its factories because cigarette rollers sometimes become seized by a fear of ghosts -a burst light bulb once sent thousands of workers fleeing. And workers are organized into villages and subvillages headed by "village chiefs."

Yet the company raises money on the Eurobond market and employs Madison Avenue-style advertising and market research. And its stock is red-hot: Based on the recent price on the Jakarta stock

exchange, the company is worth about \$2.2 billion.

Sampoerna's sales have risen at a compound rate of 50 percent a year since 1990, propelled by clever marketing and fast-rising consumer incomes. It is only slightly slowed by a government-backed clove monopoly organized by Tommy Suharto, President Suharto's youngest son, that charges about four times the world price for cloves.

"Let's put it this way," Putera Sampoerna, the 47-year-old company president, said with a shrug, referring to the clove monopoly. "My five-year plan be-



Mr. Putera's grandfather, Liem Seeng Tee, established the country's first brand-name product, a kretek called 2-3-4, or Dji Sam Soe (pronounced "jee-sumsoo"), which is Hokkien Chinese for the three numbers.

The founder gave 2-3-4 a prestige image that has proven a gold mine. With its high-quality ingredients, the brand is widely viewed as a smoke to be savored like a fine cigar. It commands twice the price of an average kretek, about \$1.05 a pack, a hefty sum in a country where percapita annual income is around \$700.

The product is extraordinarily unhealthy. An unfiltered suck of 2-3-4, which is still made today with the same tobacco and clove blend that Liem Seeng Tee used eight decades ago, contains about 60 milligrams of tar, compared with 26 milligrams for a regular unfil-tered Lucky Strike and 16 milligrams for a king-size filtered Marlboro.

But, as the brokerage firm Jardine Fleming observed in a recent report, "there is no goal to deter smoking" in Indonesia. That is partly because the government has more urgent health problems, such as malaria and typhoid, and partly because "the kretek industry is simply too important for the overall Indonesian economy."

Kretek makers employ more Indonesians than anyone else except the government and pay more taxes than any other See KRETEK, Page 17

# **Chrysler Bows** To Kerkorian, Lifting Dividend

DETROIT --- Chrysler Corp. on Thursday increased its dividend 60 percent, announced it would buy back \$1 billion in stock and relaxed its anti-takeover defenses, three of four steps proposed by the compa-ny's largest shareholder.

Kirk Kerkorian, the billionaire who owns 9 percent of Chrysler and has been pressing for action to increase the value of his investment, had also asked the company to split its stock, but no split was announced.

Chrysler raised its quarterly dividend to 40 cents a share from 25 cents. The company also had made two 5-cent increases in the past year. The latest increase will cost Chrysler \$212.4 million a year, based on its 354 million shares of common stock outstanding.

The stock repurchase program will start after the first of

the year.
"We remain committed to enhancing shareholder value, and this is a very effective method for doing so," Robert J. Eaton, the chairman of Chrysler, said. Despite the company's

moves, Chrysler's stock fell 62.5 cents to close at \$47.875 in New York Stock Exchange trading of 3.5 million shares.

Nevertheless, Mr. Kerkorian's company, Tracinda Corp., applauded the moves.
"We're very pleased with the program that the Chrysler board

of directors announced," Alex Yemenidjian, an executive at Tracinda, said. "We hope that board will reconsider a stock split sometime in the future."

Chrysler also modified its socalled poison pill anti-takeover provision so that it was not triggered until a stockholder acquired 15 percent of the shares outstanding. The previous trigger was 10 percent. Mr. Kerkorian has asked federal regulators'

in the company to as much as 15 percent.

Mr. Kerkorian wrote to the Chrysler board Nov. 14, calling for a dividend increase, stock buyback, stock split and relaxation of the anti-takeover defense. He said he would pursue the proposals, in court or other-

wise, if the board did not act on

them by Dec. 15. Booming auto sales and Chrysler's cost-cutting have combined to push the company's profit to record levels this year. But Chrysler's stock has not mirrored this performance. The shares peaked at about \$63 early in the year and have trended downward since.

### Activity Nears 11-Year High At U.S. Factories

Compiled by Our Staff From Dispatches NEW YORK — U.S. manufacturing activity rose for the 15th straight month in November and hit its fastest pace in nearly 11 years, the National Association of Purchasing Management said Thursday.

The association said its manufacturing index, a gauge of output from factories, increased to 61.2 in November from 55.9 in October. That is the highest rate since February 1984, when the reading hit 61.3.

The group's price index, con-sidered by some to be a gauge of inflation, fell to 77.9 from a sixyear high of 79.9 in October.

A purchasing management index reading of 50 or more indicates that the manufacturing economy is expanding. The indexes measure how many manufacturers reported

increased output or paid more

for raw materials. (Bloomberg, Reuters)

Thinking Ahead /Commentary

## Can India Match China? Not Likely

111.47 111.97 -0.45

128.57 129.47 -0.70

102.52 103.29 -0.75

115.14 115.19 -0.04

124.24 124.94 -0.56

112.91 112.60 +0.28

By Reginald Dale
International Herald Tribune

ASHINGTON — Will India be the next China? Is India. in other words, heading for a growth explosion that will bring it global economic superpower status alongside China in the 21st century?

Three years after their country began struggling free from a system of state controls unmatched in the non-Communist world, many Indians say the answer is yes. The parallels between India and China are close enough that many foreign investors are beginning to agree. Although China started 12 years earli-

er, both countries are in the throes of tumultuous change as they move from command economies to free enterprise and from agriculture to industry. Both are opening up to the outside world after years of isolation. While Chi-

na's population, at 1.2 billion, is bigger, India's, at 920 million, is growing faster. Foreign money is pouring into India, although not nearly so quickly as into China. Already, by some measures, India is the fifth- or sixth-ranking world economy, level with France.

Last year, China's economy grew more than three times as fast as India's. But India is poised for takeoff, and some say it could overtake China in the years ahead. Among India's advantages are a democratic government, a well-tried legal system, a big professional class, wide use of English and familiarity with Western

financial system and a better-developed private sector than China.

India's much-criticized infrastructure is still probably better than China's, particularly now that communications, power, electricity and airlines are being privatized. And, despite its agitated history of assassinations and internal strife. India may prove more politically stable.

China faces the uncertainty of Deng Xiaoping's succession, tension between Beijing and the provinces, and huge re-

Both economies are growing dramatically, but India lacks the resources to overtake China.

gional wealth disparities. Nobody knows whether or how far an anthoritarian regime can survive as the country becomes richer and more open.

"India, by contrast, looks astonishingly predictable," writes Jean-Louis Martin in a comparative study of the two countries for the Banque Indosuez in Paris, But Mr. Martin argues that there are inescapable economic reasons for India's growth to be less dramatic than that in China. India has far worse financial problems.

both in terms of foreign debt and internal deficits, and it gets much less help from its residents overseas than China does from its expatriates. India has no Hong Kongs ways. India has a more sophisticated or Taiwans on its borders.

**CURRENCY & INTEREST RATES** 

35.41 1.61% 121.022 1.43 46.9% 1.550 144.25 2.503

But the main reason China's growth is likely to remain stronger is that, unlike India, it started from scratch. China got a massive boost from privatizing agriculture and creating industries and services that had simply not existed before. It still has vast amounts of virgin territory in its coastal areas to convert into export pow-

ty said.

India, however, already has private agriculture and a more diverse economy. The pace of its reform is slow and erratic. If it is to catch up with China, or with Indonesia for that matter, India will need to speed the reform process. The army of bureaucrats who for so long paralyzed the economy are still too powerful, and there is still too much corruption. Bloated state-controlled industries need to be made more efficient, labor laws modernized, and banks released from state control.

India enthusiasts should keep a sense of proportion. "Whereas China's ambition is to become the world's largest economy," Mr. Martin wires, "India is fighting, as Finance Minister Manmohan Singh has put it, against 'the certain prospect of entering the 21st century as first about the provest country in Asia."

just about the poorest country in Asia."

Mr. Martin thinks China will settle down to growth of between 8 percent and 10 percent, against 6 percent to 7 percent in India. In the second half of the 1990s, India is likely to provide the main new opportunity in Asia for foreign investors and exporters, just as China did 10 years ago. But another China? Not likely.

#### Fund Losses Squeeze California County ue is derived from an underlying launched the fund in the late ately available for comment. The SANTA ANA, California index or asset, such as bonds, 1980s, promised investors re- county treasurer is known for his aggressive investments, includ-

A wealthy Southern California county known as a bastion of conservatism said Thursday that the value of its investment fund had tumbled about \$1.5 billion this year, partly because of holdings of risky securities called derivatives.

Orange County's setback was the biggest disclosed by any mu-nicipality in the United States this year. Since 1992, more than 24 cities, counties and school districts have lost hundreds of millions of dollars from investments in derivatives, whose val- er, Robert Citron, who

currencies or commodities.

If Orange County is forced to sell its securities at big losses, financial shock waves would shake communities throughout California. Orange County included in its investment fund money from as many as 187 other California municipalities. The fund's market value has dropped an estimated 7 percent, to \$18.5 billion from \$20 billion, since January, the coun-

The Orange County treasur-

turns of 8 percent or 9 percent, said Ronald Struck, an institutional trader of mortgagebacked securities at Countrywide Securities, a unit of Countrywide Industries Inc., in Pasadena, California.

The state's fund for munici- ments.' palities was offering returns of about 4 percent at the time. Mr. fell \$1.50 to \$36.50 on concern Struck said. Now those investors about the brokerage concern's cannot withdraw their money, because Mr. Citron has exercised his right to freeze the funds for 30 days, Mr. Struck said.

tants to "develop a strategy for repositioning the fund's invest-Merrill Lynch & Co. shares

exposure to potential Orange County losses, Merrill Lynch's San Francisco office sold Oror 30 days, Mr. Struck said. ange County many of its invest-Mr. Citron was not immediments, traders said.

ing purchases of derivatives. The county said it had assem-

bled a team of executives and

business and securities consul-

# Pilots Scuttle Iberia's Rescue Proposal

MADRID - A bid to salvage the nearbankrupt airline Iberia appeared doomed

Thursday after overnight talks between management and pilots ended in disagree-

ment over pay cuts. Management and representatives of the carrier's two main unions reached a tentative agreement Tuesday on a plan that entailed a wage freeze, salary cuts averaging 8.5 percent and a reduction of about

3,500 jobs through measures including early retirements. "We are left without an agreement," said Javier Salas, the chairman of Iberia. He said that without the cooperation of the pilots' union it would be "difficult if not

impossible" to carry out the viability plan. Agreement with all unions is vital to

secure European Commission approval of a capital injection of about 130 billion pesetas (\$1 billion) to revive the airline, which had losses totaling nearly 200 billion pesetas over the past five years.

The pilots are only 5 percent of the work force, but the best-paid 5 percent and that on which production depends," a company spokesman said. "They have the last word, and they know it." Iberia has said that without an emergency

restructuring, the airline would face bank-ruptcy by March. The deal called for pay cuts ranging from 3 percent to 15 percent and 3,500 job losses between 1994 and 1997.

Other Iberia unions have already agreed to the plan, and some were critical of the pilots' decision.

"It doesn't surprise us they failed to

agree," said a spokesman for one of the two major unions that together represent 70 percent of Iberia's work force.

A spokesman from the General Workers' Union suggested forcing cooperation by cutting the number of pilots. He said there were at least 250 pilots too many at Iberia. But the pilots union will not shoulder the blame for sinking the management

bailout plan, a spokesman said. "They are unfairly putting the blame on us if the viability plan does not go ahead."

the spokesman said.

Also on Thursday, Iberia's nonpilot unions canceled a wildcat strike that had been planned for Friday. The strike had been called before management's rescue plan was proposed.

## **Italy Hopes** To Return Lira to Grid

FRANKFURT — Italy hopes to take the lira back into the European Union's exchangerate mechanism, the system of currency management, next year, Budget Minister Giancarlo Pagliarini said Thursday.

"We want to do that for sure, but there is some opposition," Mr. Pagliarini told bankers after a speech to the Frankfurt Chamber of Commerce.

Italy, along with Britain, abandoned the mechanism in September 1992, when markets put currencies under speculative pressure in the semifixed exchange-rate grid.

By taking the lira back into the system in 1995, Italy would potentially qualify for membership in the projected European monetary union in 1997, the first date possible under the Maastricht Treaty.

EU countries must be part of the exchange-rate mechanism for two years, and their currencies must trade within normal fluctuation bands as a prerequisite to qualify for the monetary union. They must also fulfill stiff economic conditions relating to interest rates, inflation and budget deficits.

Mr. Pagliarini said Italy, as a founder member of the European Community, was especially determined to meet all the criteria for membership of the monetary union.

"It's very important for us, since we were there at the Treaty of Rome, that we be a part of this." he said.

# BLANCPAIN



SINCE 1735 THERE HAS NEVER BEEN A QUARTZ BLANCPAIN WATCH. AND THERE NEVER WILL BE.

Currency Per S
S. Afr. runti 3,556
S. Kor. won 7,5158
Tohwan S 26,29
That belft 2,04
Turkish line 36455.
UAE dirbam 3672 Per \$
3,439
1,5711
6,8235
24,10
24049,
140,39
3228,00 Currency Alax, peso N. Zeolossi S Storw, larone Path, peso Porth ziohy Port, escudo Russ, rubbe Saudi riyat Sian, S Per 6 241.90 7.733 171.41 21,57 2176.04 0.6497 3.032 Per 5 6,999 1,3029 11,049 0,65 6,5113 28,13 4.1384 3.394 4.8546 68-day 99-day 1,3760 1.3760 98,43 96.12 50-day 1,5698 1,5673 1,3215 1,5697 1,5660 1,3193 1.5694 1.5685 1.3239 Bank (Ameterdom); Indesuez Bank 12 France Presse (Paris); Bank of (SDR), Other data from Reuters an

6571 1,949-56 21457 N.O. 2398-55 N.O.

5%-5% 5 %-5 % Federal Brots
-Innorth CDs
Constan, proper till degs
-amouth Treusury bill
-year Treusury bill
-year Treusury mote
-year Treusury brots
-year Treusury
-year Tre 134 222 230 2 h 242 462 386,09 380,10 382,39 New York 38450 U.S. dollars per aunce. 400 515 525 525 727 ings; Zurich and Haw York opening and clas-ing prices; New York Comex (February.)

5 % 5 % 5 % 5 %

## Computer Issues Drag Down Stocks

Compiled by Our Staff From Dispatches NEW YORK - Stocks slumped Thursday on a combination of continued weakness in Treasury bonds and a selloff in computer and retail stocks. The Dow Jones industrial av-

at 3,700.87. Declining issues led advancers by a 5-to-2 ratio on the New York Stock Exchange, where

erage closed 38.36 points lower,

U.S. Stocks

volume totaled 289 million shares.

Stocks responded to a drop in bond prices, which was due to the release of stronger-than-expected economic data. The price of the benchmark 30-year Treasury bond fell 5/32, to 94 5/32, and the yield rose to yield 8.02 percent from 8.00 percent Wednesday.

Economic reports signaling a robust economy stirred concern that rising interest rates would hurt profits and lure more money into higher-yielding, less risky Treasury securities.

The most actively traded stock, at 11 million shares, was Intel, which trades on the Nasday system. It was followed by the retailer Best Buy, which

trades on the New York Stock Exchange.

Computer stocks were broadly lower as concern mounted about Intel's Pentium chips. Intel fell 27/46, to 62 45/64, pulling down other computer

Dell Computer closed down 35/16, at 39%, and Gateway 2000 fell 1 13/16, to 20 1/16. CS First Boston downgraded the issues, citing potential expenses tied to the problem Pentium

Digital Equipment fell 2%, to 31%, Compaq fell %, to 38%, and IBM fell 1%, to 69%.

Best Buy sank 11%, to 32%. after the consumer electronics retailer said it expected thirdquarter earnings to fall below Wall Street estimates.

News that Hewlett-Packard would cut prices on some personal computers pressured its shares 2%, to 95. Retailing stocks dropped on

weak November sales data. Wal-Mart Stores fell 1/4, to 221/4, Gap Stores dropped 3, to 32%, and Penney edged down 3½, to 42½. Lotus fell ½, to 44¼, after Goldman Sachs cut its fourthquarter and 1995 profit esti-

(AP, Bloomberg, Reuters)

## **Dollar Rises as Chance** Of Rate Increase Grows

Compiled by Our Staff From Dispatches NEW YORK - The dollar rose against other major currencies Thursday after strong economic data seemed to enhance the likelihood of further rate increases by the Federal Reserve Board.

The dollar finished here Thursday at 1.5735 Deutsche marks, up from 1.5700 DM Wednesday, and at 99.345 yen.

#### Foreign Exchange

up from 98.975 yen. It rose to 1.3295 Swiss francs from 1.3272 francs and to 5.3930 French francs from 5.3835 francs. But the pound rose to \$1.5665 from \$1.5645.

Support came from a sharp increase in the National Association of Purchasing Management's index of manufacturing activity for November. The association's prices-paid index fell, indicating economic expansion with little threat of inflation.

Nonetheless, currency trad-

port would prompt the Fed to raise rates again to rein in growth before inflation gets a

"We've seen evidence that there is a more aggressive Fed out there," said Guillermo Estebanez, an economist at Bank of America. "It's sinking in that the central bank won't let infla-

rency to hold its ground despite lower Treasury bond prices also

in the foreign exchange market

governor, also underpinned the dollar. Mr. Kelley said he wanted to see the dollar stronger and said the U.S. economy continued to perform more strongly

Knight-Ridder, Bloomberg)

The ability of the U.S. cur-

than in the bond market, and this is leading to a decoupling of the dollar from the bond," said Earl Johnson, an analyst with Harris Trust & Savings. Comments by Edward Kelley, a Federal Reserve Board

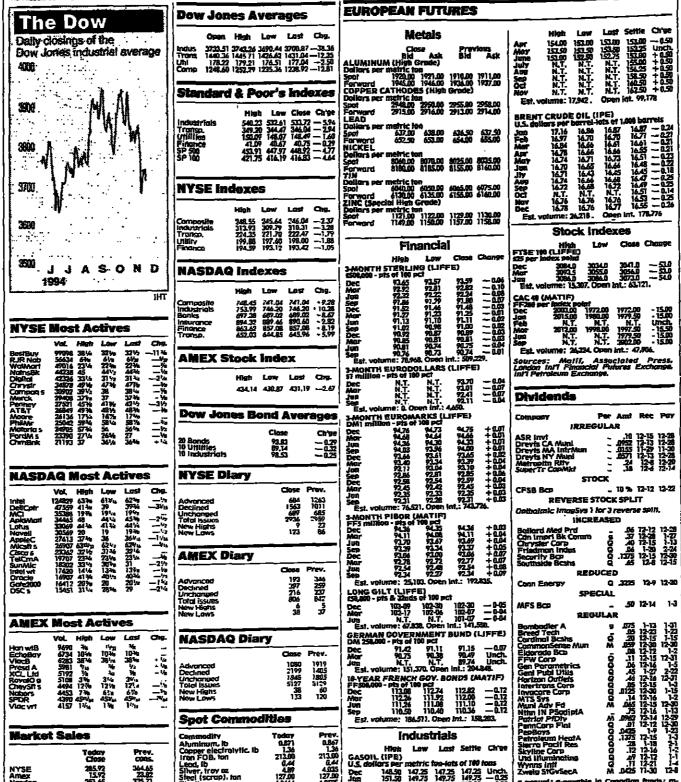
chance to take hold.

tion get out of hand."

encouraged investors.

"The Fed has more credibility

(AFX,



## U.S./AT THE CLOSE

## CenTrust Chairman Is Sent to Prison.

MIAMI (AP) - David Paul, chairman of the failed CenTrust Bank, was sentenced Thursday to 11 years in prison for his part in

the \$1.7 billion collapse of the savings and loan. Mr. Paul, 55, was convicted of 97 counts of racketeering and fraud in connection with the 1990 failure of CenTrust, the fourth-

biggest banking collapse in U.S. history. The prosecution had recommended that Mr. Paul serve between 17 and 22 years in jail. The defense proposed a three-year sentence.

## Chemical Bank to Cut 3,700 Jobs

NEW YORK (AP) — Chemical Banking Corp. said Thursday it would eliminate 3,700 jobs, sell off most of its New Jersey operations and try to sell nearly \$1 billion in bad real-estate loans. These efforts will cost the fourth-largest U.S. banking company approximately \$410 million before taxes in the fourth quarter. Analysts had been anticipating a restructuring plan.

Chemical said the moves would reduce expenses by \$440 million, with \$210 million of the savings realized this year aid

#### \$230 million recorded next year.

Incomes Rise, but Sales Don't Shine NEW YORK (Combined Dispatches) — Retailers posted mostly unimpressive sales for November, as shoppers stayed away during unseasonably warm weather and came out only later in the month when it got colder and Christmas got closer, analysts said

Thursday. Separately, the Commerce Department said Americans incomes rose 1.4 percent in October, the biggest jump in eight months. The department said consumer spending rose 0.7 percent in October, while income after taxes also climbed 1.4 percent. The Commerce Department also said construction spending rose 0.9 percent in October, but the advance was limited to nonresidential and government spending. Residential spending nonresidential and government of the (4P. Riombert). fell as mortgage rates continued to rise. (AP, Bloomberg)

## SEC Offers New Registration Plan WASHINGTON (Knight-Ridder) — The Securities and Ex-

change Commission on Thursday asked for public comment on a plan that would give investors a new way to hold their securities. The plan would set up a direct-registration system that would let investors register their securities on an issuer's books and receive an account statement instead of a stock certificate. The system would give investors the same mobility they would have with a certificate.

The proposal is based on a growing consensus that the current direct-registration system should be expanded to accommodate a shorter securities settlement time that goes into effect next June.

#### For the Record

Intel Corp. said Thursday it had found and fixed a second problem in some of its top-of-the-line Pentium computer chips but said new processors without flaws would not be widely available to computer makers for several weeks. (Bloomberg)

Browning-Ferris Industries Inc. has negotiated an agreement with the Justice Department and state authorities to avoid antitrust problems in case it succeeds in its takeover bid for Attwoods

PLC, a British waste-management company. PepsiCo Inc. and Buenos Aires Embotelladora SA, the Argentine bottler of Pepsi Cola, said Thursday they would invest more than \$400 million by the end of 1995 to expand the manufacturing and distribution of Pepsi products in Brazil. (Bloomberg)

## APPLE: Practical CEO Says Products Should Be More Down-to-Earth

#### Continued from Page 11

neer, has been running Apple since the ultimate dreamer, John Sculley, fell from grace and left the company last year. He took pains to contrast himself with two of his industry

rivals -- Bill Gates, chairman of Microsoft, and Andrew S. Grove, Intel's chairman. They believe that just be-

cause of the technospeak, its

going to happen, but it

backlash from customers if the AT&T, IBM and Siemens. reality of future technology fails to live up to the promises. dards project was much more

Mr. Spindler was in New York soft and a group of more than to help kick off an venture to set 50 other companies, including technical standards that would make it easier for various kinds Compaq. of computers, telephones, communications switches, wireless soft alliance would end up credevices and facsimile machines ating standards that would

said Mr. Spindler, who fears a partners in the effort are their customers beholden to

Mr. Spindler said the stan-If that sounded a bit like pragmatic than a similar effort bashing the competition, it was. announced last year by Micro-Xerox, Hewlett-Packard and

He predicted that the Micro-

Microsoft's software.

By contrast. Mr. Spindler said, the standards effort announced Wednesday, called Versit, would permit industry

Even while criticizing Microsoft, however, Mr. Spindler said the Versit allies were holding talks with Microsoft to try to

Mr. Spindler's presence at the Versit news conference mistake to assume that comput-Wednesday morning was a rare er users would blindly follow public appearance for him. the path down which computer That may help to explain the executives wanted to lead them. reason he apparently finds it so galling that his rivals, Mr. Gates and Mr. Grove, are both such celebrities.

The two men gave speeches pelling out their views on the future of the computer industry at a recent trade show in Las Vegas. Since then, Microsoft find common ground on the recordings of Mr. Gates's

Mr. Spindler said it was a

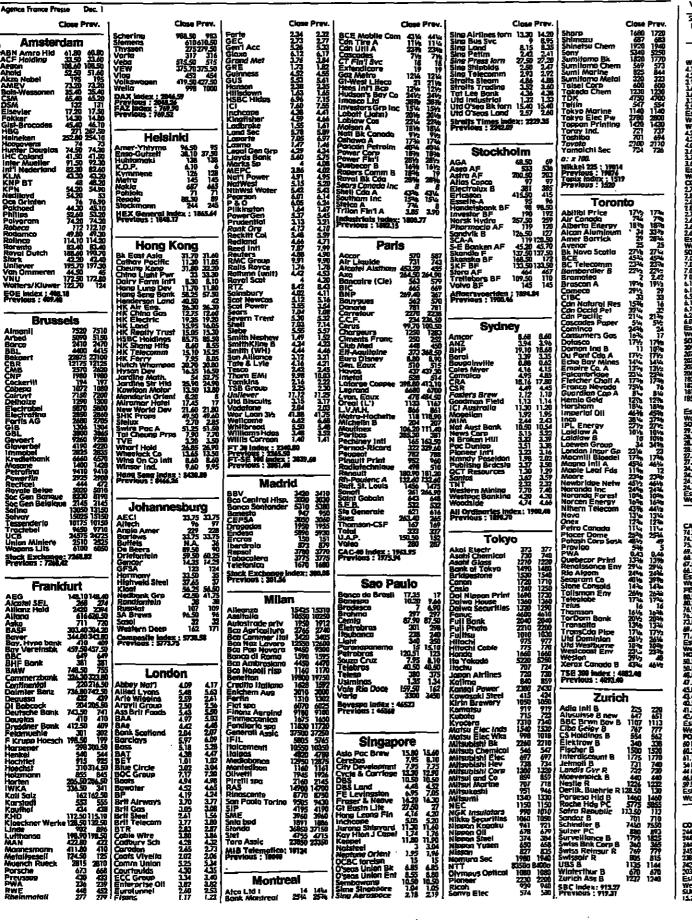
್ಷಣಕ್ಕೆ

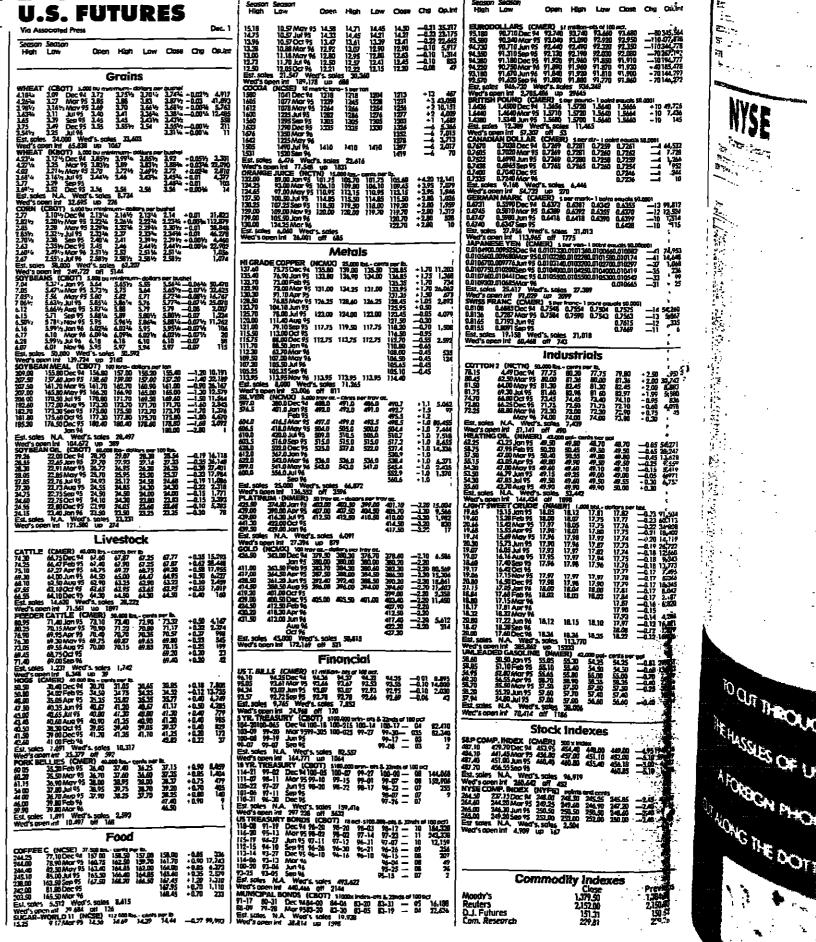
NORTH NOO

"If you just drive down the technology curve and say ( s good for mankind, you'll see a backlash," he said.

Ultimately, Mr. Spindler said, the way that computers will be used in the future will not be determined by industry has been selling videocassette executives but by the people who buy the machines -.or

### NORLD STOCK MARKETS





# Volkswagen Warns of Cut In Workweek

By Brandon Mitchener onal Herold Tribune

FRANKFURT — A year after it first circulated plans for a four-day workweek, Volkswagen AG has served notice on its German employees that they should start thinking in terms of a 24-hour week.

In its newest five-year plan, other details of which caused VW's stock price to drop about 8 percent over the past week the company predicted it would need 50,000 fewer employees than its current total of 194,000 worldwide by 1999 because it expected a 54 percent increase

in productivity. The five-year plan confirmed the company's intentions of extending beyond 1995 the experimental four-day workweek in its German manufacturing facilities, a move that is said to have saved 30,000 jobs.

But a top VW labor representative said he thought an even shorter workweek was more likely than a return to full-time employment, a concept that the company did not immediately 24-hour week if it becomes a subject in 1995," Peter Schlelein,

man magazine Auto, Motor & news agencies reported from Sport, which hits the newsstands Friday, Klaus Volkert, company's German plants was in 1987.

already rising so fast there could be no return to a 35-hour week without imposing layoffs.

Currently, Volkswagen em-ployees work an average of 28.8 hours a week. "The 24 hours are closer than

the 35," Mr. Volkert was quoted as saying, while questioning whether workers could afford the corresponding wage loss.
The VW plan, which was de-

bated at a supervisory board meeting last week and only now became public in detail, calls its goal of a 54 percent increase in productivity worldwide "a con-

The plan calls for every VW worker to produce 22 cars a year in 1999, compared with 14 now. Productivity at plants that produce Volkswagens would have to increase II percent a year. At Sociedad Española de Au-

tomóviles de Turismo SA. Volkswagen's Spanish unit, productivity is expected to rise 15 percent and at Skoda, its venture in the Czech Republic, a 30 percent rise is predicted.

discard. "We'll talk about the Autolatina to Be Dropped Volkswagen and Ford Motor Co. plan to end their joint vena Volkswagen spokesman, said. ture in Brazil and Argentina. In an interview with the Gerknown as Autolatina, next year,

Wolfsburg, Germany.
Autolatina, which is 51 perhead of the VW workers coun-cent owned by VW and 49 percil, said productivity in the cent owned by Ford, was set up

## Central Europe Seduces the West

LONDON -- Central Europe's competitive edge over its Western neighbors is proving irresistible to big companies in Western Europe facing

صكذا من الاعل

high costs at home. From a 300 million Deutsche mark (\$19) million) plant in Gyor, a Hungarian industrial city on the Buda-pest-Vienna highway, Audi AG has just started shipping four-cylinder engines for its new midsized A4 cars to

southern Germany.
In St. Gothard, nearer the Austro-Hungarian border, General Motors Corp. builds Astra cars to ship to Germany, Italy and Turkey.

"If we did not have this opportunity, God knows what we would have done," said Eberhard von Koerber, president of ABB Asea Brown Boveri Ltd. "This is a gift of history."

Under mounting competitive pressures in world markets, these and other Western companies are taking a fresh look at Central Europe. More companies today regard the region — Poland, Hungary and the Czech Republic - as a potential exporting base.

The region's low wages, highly educated work force and competitive exchange rates look inviting. The poten-tial opportunity for Western manufacturers based in the region or contemplating investment looks enticing enough, especially since tax incentives often supplement the countries' other advantages.

Vladimir Dlouby, the Czech minister of industry and trade, chides Western Europe for the high cost employ-

## **Delors Warns of Job Crisis**

BRUSSELS - The European Union summit meeting in Essen, Germany, next week must take solid steps to tackle the region's high unemployment or risk seeing society disintegrate, Jacques Delors, president of the European Commission, said Thursday.

"We must make a breakthrough at Essen," Mr. Delors told the European Parliament. "I will not be content with vague

More than 17 million people are out of work in the EU, a number that is not expected to shrink by much soon, despite a return to economic growth, unless extra steps are taken.

Mr. Delors called on leaders at the two-day meeting set to begin Friday to create jobs by approving 14 major road and rail projects and ways of funding them.

ers bear to finance generous unemployment, pension and sickness benefits.

"It's clear that Western Europe's problems are not from Southeast Asia or Central Europe," he said recently. "It is the continued expectations of the welfare state.

Some companies that invested in the region after the Berlin Wall fell five years ago did so specifically to exploit the local market. Now they realize they also can exploit the area's competitive advantages.

"In certain sectors, where labor costs are rising, companies are looking at the region to reduce their total manufacturing costs," said Ralph Land, who chairs the Central and East European working group of UNICE, the European employers' organization.

ABB, for instance, said it expected its exports from Central and Eastern Europe to rise to about one-third of its orders by 1997, up from a quarter of its orders now.

Procter & Gamble Co. bought a Czech detergent company, Rakona, in 1990, exporting none of its output. Now it exports to 14 countries.

Fiat SpA, which is investing \$840 million in Poland be-tween 1992 and 1996, is increasing its exports of small Fiats from its Polish plants. An added incentive for

Western companies is the fact that Poland, Hungary and the Czech Republic all have association agreements with the European Union. This gives them almost unlimited access to the EU's market for most manufactured goods.

Cheap imports from the East represent a "very big threat" to West European manufacturers, said Daniel Janssen, chairman of Solvay SA, Belgium's biggest chemical company. "East European labor costs are one-tenth of West Europe's,"

the availability of educated workers at low cost. In the Czech Republic, manufacturing wages average \$220 a month, or about \$1.25 an hour. In Hungary, monthly wages average about \$250, and in Poland, between \$400 and \$500.

In Germany, where Europe's wage costs are highest, total labor costs per hour av-crage about \$27. There are caveats: Although labor is cheap, strikes are common in Poland.

Throughout the region, pressure for higher wages is growing by the day. Wage increases are large enough for the Hungarian

government to warn that they could deter foreign invest-ment. In the Czech Republic, Volkswagen AG made it clear that wage restraint was of vital importance to Skoda, the Czech carmaker in which VW has an equity stake set to rise to 50.5 percent this month.

Even so, "the enormous productivity increases in Cen-

tral Europe will for years offset the increase in wages," Mr. Koerber of ABB said. The region's exchange

rates, too, are likely to remain advantageous for Western currencies for some time.

Still, it will take some time for exports from the region to emerge as a force significant enough to shake up Western

Yet there is little doubt the exporting trend will broaden. It could have a big impact," Mr. Land said. "Certain manufacturers will be looking less at Southeast Asia and more at Central Europe.'

## Investor's Europe 408,18 DAX 2016.56 2016.26 0.08 × FAZ HEX Financial Taxes 20, 2,940,50 General Index . 300.06 . 301.58 Miles AND TEL. 40040 Paris GAC 40 1,983.95 1,975.94 -0.51 NA 428.78 Vienne Stock Index Ses 9(3.27

#### **Very briefly:**

 Telefónica de España SA said it would restructure its several lines of business to better prepare the company for competition and make it more attractive to potential foreign investors.

• VEBA AG said it would restructure its insurance activities and dismiss one management board member and one director at Veba units because of a report on fraud at its insurance agency, Hamburger Hof GmbH, which will cease operations.

· Lufthausa AG said it was in talks with Scandinavian Airlines System on a cooperation agreement. The German airline and Thai Airways International are also considering a joint subsidiary airline to operate cargo services in the Asia-Pacific region from

• West German manufacturing output rose a provisional and adjusted 1.6 percent in October, compared with September, the Economics Ministry said.

• ABB Asea Brown Boveri Ltd., the Swiss-Swedish electrical engineering conglomerate, said it had won a \$900 million order for high-speed locomotives and urban trains from Germany's national railway, Deutsche Bahn AG.

Matsushita Electronic Components GmbH said it would buy Nokia Display Technics GmbH, a German picture-tube maker. owned by Nokia Consumer Electronics of Finland.

• Royal Bank of Scotland PLC reported a 106 percent increase from a year earlier in annual pretax profit, to £532 million (\$830 million), as bad-debt provisions dropped.

• 3i Group PLC, a major European venture capital company, said the value of its investments in small and medium-sized companies

rose nearly 7 percent in the first half of its financial year.

## KRETEK: Indonesia Cigarette Maker Is Red-Hot

Continued from Page 15

industry except oil and gas. (Sampoerna has made one bow in the direction of public health by introducing the first low-tar, sonnel policy. low-nicotine kretek, called A-

Mild.) Mr. Putera took over from his late father in 1980. Highly Westernized — he spent much of his youth in Australia and the United States - he inherited a company steeped in tradianal Indonesian ways of doing

For example, many of the workers, especially those who grew up in rural villages, believe

ghosts. Mr. Putera recalled the time a "Suddenly, you had 2,000 peo-ple running out of the factory. Women were crying. I was in the middle, trying to comfort

Eventually, Mr. Putera sum-

 $1.54 M_{\odot}$ 

moned a priest to bless the factory to get everybody back to Mr. Putera left largely un-

touched a number of traditions alter Sampoerna's business established by his grandfather, notably the company's pater-nalistic, almost feudalistic per-

Workers are organized into Indonesian-style villages and subvillages headed by layers of mandurs, or supervisors, and village chiefs.

The mandurs, chosen by consensus from among their peers, play big-sister roles in the personal lives of the women they supervise, and anyone who is not a member of a "village" is expected to ask the chief's perision to enter its area - and

that these sorts of policies are responsible for its relatively low employee turnover, which is important for a company that spends three to six months training each worker to make cigarettes according to its exacting specifications.

But Mr. Putera did radically

strategy from its historical role as a pure manufacturer that left marketing up to independent distributors. As Indonesia's economy began to take flight in the late 1980s, he recognized the need to make the company

more market-driven. The company, which had never advertised until 1990, developed a campaign three years ago aimed at capitalizing on 2-3-4's premium image by asking the question: "Do you remember the first 2-3-4 you ever

· Sampoema's share of Indothat includes Mr. Putera himnesian cigarette sales shot up from around 4 percent in early The company is convinced ther this year, to nearly 15 percent in June, according to Survey Research Indonesia. Profits from sales of the high-margin 2-3-4 have grown so quickly that Sampoerna's earnings this year are projected to reach \$100 mil-

# Grand Met Profit Up, Jobs Off

Compiled by Our Staff From Dispatches

LONDON - Grand Metropolitan PLC said Thursday that annual earnings rose 5 percent, but the British food and drinks company said it would have to cut 2,600 jobs worldwide as part of its restructuring charge made along with its fullyear results.

Grand Met posted pretax profit, including provisions for job cuts and plant closures, at £654 million for the year to September. Sales slipped to £7.78 billion from £8.12 billion in the

Strong earnings growth at Pillsbury Co., driven by increased sales and higher margins, overshadowed a slump in profit at Grand Met's branded spirits business, International Distillers & Vintners Ltd., the company said. But Grand Met told investors that plant clo-

1992 to just under 10 percent at ture at IDV, the world's largest spirits company, the start of 1993 and even fur-would strengthen profit next year. The branded foods business, which has operations in Europe and North America, made an operating profit of £267 million, up 18 percent from last year. But while U.S. earnings increased,

profit from Grand Met's European foods business fell below last year's figure as prices were But cost-cutting program is expected to reduce

the food businesses' costs by about £46 million a year, the company said.

George Bull, the chief executive, said operating profit from continuing businesses was up 5.4 percent, reflecting strong performances by Pills-bury and Burger King but "difficult market conditions on drinks."

The earnings were lower than expected, and Grand Met shares ended 8 pence lower at 376. (Bloomberg, Reuters, AFP) ■ Hanson's Earnings Exceed Forecasts

Shares of Hanson PLC rose after the British industrial company reported higher-than-expected earnings for the year ended Sept. 30 and predicted improved performance this year, Reuters reported.

Hanson shares rose 3 to 238 after the company said pretax profit rose 33 percent from a year job cuts and increased marketing expendi-earlier, to £1.35 billion, while sales rose 14 percent, helped by the purchase of the U.S. company Quantum Chemical Corp. at the beginning of the year.

Hanson has interests in chemicals, tobacco, housewares and mining.

The chief executive, Derek Bonham, said an improving economic climate and the continued strong performance of Hanson's companies would provide "another excellent result for the current year."

## **BASF Quits 7 Exchanges**

LUDWIGSHAFEN, Germany — The chemicals giant BASF AG has become the first big German company to withdraw its shares from the seven

changes. now be traded only on the Frankfurt Stock Exchange,

Germany's biggest The move, which the compa ny said was to save money and provide investors with a more active market in Frankfurt, prompted speculation that oth-

er companies would follow.

"Investors increasingly want to trade on exchanges with higher liquidity," Max Dietrich Kley, chief BASF financial officer, said at a news conference. He said this was an internationregional German stock ex- al trend evident in other centers

such as Paris and London. BASF is one of the 30 bluechips that make up the leading stock index, the DAX Index. That will not change. But for the smaller exchanges in Berlin, Bremen, Düsseldorf, Hamburg, add pressure to find ways to

Thursday's Closing
Tables include the nationwide prices up to
the closing on Wall Street and do not reflect
tate trades elsewhere. Via The Associated Press

Div Yid PE 1885 High LowLotes Crys

妥

ACCESS NUMBERS

NO PLANT BUILDS 坐

海绿沼

Continued on Page 18

**ACCESS NUMBERS** 

1-800-877-8000 1-800-877-8000

0500-89-0677 000417

800-1111-0 800-1111-1

TO CUT THROUGH

THE HASSLES OF USING

A FOREIGN PHONE,

CUT ALONG THE DOTTED LINE.



COUNTRIES

00-1-800-777-1111 -200-221-277 LB06.377-3000 0**800**-10014 556 0800-3333 000-8016 1-800-877-8000 00-800-1010 00<del>0 03</del>17 108-13

105-16 980-130-010 980-130-110 163

ACCESS NUMBERS COUNTRIES

Ecuador / Egypt (Cairo) + Germony +
Grace +
Grace +
Grace +
Grace +
Grace Grace Hang Kong Hong Kong Hongary +
Icaland +
Indonesia |

44.4777 004-890-100-3 9800-1-0284 940017 950-1366 001-800-1212000 800-1877

999-003

1-200-55-2001

B-197 06-022-9119

ACCESS NUMBERS COUNTRIES

155-6123 BD05\_155-6133 235-0333 1-235-0333 122-1877 1800-15 8000-177-177 D-800-99-0001 900-99-0013 -800-277-7-56 155-9777 0000-14-0877

102-611 105-16

1-800-877-8000

**ACCESS NUMBERS** 



To call, put use this bands good and deal the access manher for in country you're visiting, In no time at all, would be connected to

1.00

South Park

STATE OF THE PROPERTY OF THE P

1.7[8

QUALITY THAT

In our newest collection, "Genève",

CARAN JACHE

SWISS MADE

12 Month Figh Low Stoc

THE PROPERTY OF THE PROPERTY O 

:38 Ħ

<sup>2</sup>.12 ور پيرو THE STATE OF

A CONTROL OF THE SERVICE STATES OF THE SERVICE OF T THE PARTY OF PERSONS IN THE PARTY OF THE PAR THE RESERVED TO SERVED THE PROPERTY OF THE PRO

THE REPORT OF THE PARTY OF THE

1.<u>15</u>

you will find a perfect harmony between modern technology and outstanding traditional workmanship. Discover writing instruments crafted

restrictions of the state of th

A COLUMN TATAL STATE OF THE 

THE PROPERTY OF THE PROPERTY O

AND THE WAS ASSESSED TO SEE AS A PROPERTY OF THE WAS ASSESSED. THE

2.5 2.75 · 2 2 3 Charles Spie william

地名

44 1260 1260

]42

AR DE KOR High Fam Fatest CL. de

The state of the s

SALES SALES

228 33 35

强强

1.20

#6

はいいない。

學 不 學 五

经经济的

Service of Parameters Residents

AND THE PARTY OF T

The little of the state of the

**强** 

慢慢流

LASTS

in metal, which convey a new weighty

Caran d'Ache, An uncompromising

long-lasting writing pleasure.

記を変える

は、一般などのでは、 

AND THE PERSON OF THE PERSON O MANY EN THE PARTY EN THE WASHINGTON BY WASHINGTON TO THE WASHINGTON BY W of the contraction of the contra

ا حكذا من الدعل

A CONTRACT CONTRACT OF THE PARTY OF THE PART

Delta , in 20

er 220 every

T hubs

:ystem

ner us

Dut are

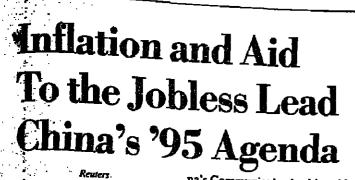
than an

d State

at real

ol welf 0: even

-e we



BELIING - Controlling inflation and compensating workers laid off from unprofitable state-owned companies will head China's agenda for economic reform next year, officials said Thursday.

The announcement was made on national television after an economic conference that opened Monday.

'Currently, China's most ontstanding problem is excessively rapid price rises," the announcement said.

Deputy Prime Minister Zhu Rongji, responsible for guiding the economy, said the next most important problems were the management of state-owned enterprises and maintaining social order, especially in the prov-

The free-market reforms of the paramount leader, Deng Xiaoping, were reaffirmed, but high inflation is threatening to undermine some of the achievements they have brought. Outlining tasks for 1995, Chi-billion a year earlier.

na's Communist leadership said the first job would be to "strictly and consistently control and stop inflation."

In October, consumer price inflation in 35 major cities reached an annual rate of 27

In addition, more than one-third of China's thousands of state-owned companies are losng money and draining the national treasury as they struggle to adjust to a new system that requires them to compete with vibrant private enterprises.

■ High-Tech Trade Soars

Chinese imports and exports of high-technology products reached a record \$20.59 billion in 1993, up 40 percent from 1992, The Associated Press reported, citing official figures.

Imports jumped 48 percent, to \$15.91 billion, in 1993, while exports rose 17 percent, to \$4.68 billion. That left a trade deficit in the sector of \$11.23 billion, widened from \$10.71

# Chipmakers Raise Stakes

صكذا من الاعل

SEOUL - South Korea's semiconductor makers are stepping up their assault on the competition with billions of dollars in new investments, a move that is pulling their Japanese rivals into an ever more expensive cycle of factory and plant construction.

Korea's top three makers of semiconductors, Samsung Electronics Co., Hyundai Corp. and Gold Star Co., will spend more than \$6 billion on new semiconductor manufacturing facilities in 1995.

If successful, South Korea's share of the world market for 16-megabit memory chips may hit 48 percent by 1996, while Japan's may fall to 46 percent, according to Choo Dae Yung, an electronics analyst with the staterun Korea Institute for Economics and Technology. South Korean chipmakers have around 30 percent of the market now.

"We can't tell Samsung and the others to stop investing," said Hajime Sasaki, executive vice president of NEC Corp. But he said Japan's biggest chipmaker was "prepared to make the investment necessary to keep up."

Japanese chipmakers, which have dominated the dynamic random-access memory (D-RAM) chip industry since the early 1980s, are finding themselves in a squeeze. To keep up with South Korea, they need to spend as much as \$1 billion for each new plant. At the same time, they need to keep memory chip

Holding on to their leadership in memory

chips is all the more important because Japa-nese concerns have failed to make a significant impact in the more profitable market for logic chips and microprocessors, which are semiconductors used to control functions of electronic devices rather than simply for storing data. The market is dominated by U.S. companies, especially Intel Corp. and Motorola Inc.

The expansion plans of the big three Korean chipmakers will raise their combined production capacity of 16-megabit chips to 25

million units a month from 4.5 million.
Samsung invested \$1.6 billion this year in memory chip plants and plans to spend \$2.25 billion to build production lines for 16- and 64-megabit D-RAM semiconductors. Hyundai will increase spending on semiconductors next year by 20 percent, to \$2,4 billion. Goldstar plans to spend \$1.88 billion this year on

expansion, up from \$875 million last year. But Japanese makers are matching their Korean counterparts with some expensive investments of their own.

In the past three months, NEC has announced an \$800 million investment in a new plant in Scotland, a \$50 million update of a memory plant in California, a \$1 billion new production line at a site in southern Japan and \$10 million in refurbishments to chip plants in Singapore and Malaysia.

Toshiba Corp., Japan's second-largest chipmaker, said in September it would spend about \$1 billion to expand one of its Japanese chip plants.

## **NEC Unveils Music by Credit Card**

TOKYO - NEC Corp. has developed a palm-sized audio system with no moving

parts that can play music with the same quality as a compact disc or digital audio tape, the company said Thursday.

The so-called Silicon Audio system stores

music on fat cards roughly the size of credit cards, and the cards can be played on a Walkman-like pocket stereo system. The cards contain rows of computer memory chips. Each card can hold 24 minutes of music, the company said.

Mark Pearce, a spokesman for NEC, said the company hoped to market the system "as soon as possible" but said it was not likely to be mass-produced before 2000.

Unlike compact disc or cassette players, Silicon Audio has no moving parts, meaning there would be no vibrations distorting sound

Also on Thursday, NEC's high-tech rival Hitachi Ltd. said its first-half profit rose 23 percent, to 130.29 billion yen (\$1.3 billion), as its overseas units returned to profitability. (AFP, AP, Reuters)

## Car Sales **Improve** In Japan

TOKYO - The Japan Automobile Dealers Association reported Thursday that Japan's domestic vehicle sales rose 6.1 percent in November from a year earlier, their sixth straight month of gains.

Analysts predicted that sales would go on to show a full-year increase this year, for the first time in four years.

"Japan sales will rise by 2 percent to 3 percent from a year earlier, to around 5 million in calendar 1994," said Hiroshi Suemasa, an analyst at Kankaku Research Institute Inc. Vehicle sales fell 8.4 percent

Norivuki Matsushima, an analyst at Nikko Research Center Ltd., said, "Domestic sales are now in a recovery phase but will slowly track the domestic economic recovery.

At Toyota Motor Corp., November sales rose 3.0 percent from a year earlier. Nissan Motor Co. posted a 2.8 percent gain, while sales surged 17.2per-cent at Mitsubishi Motors Corp. Mazda Motor Corp.'s sales rose 3.2 percent.

Honda Motor Co.'s sales fell 10.5 percent in November because of high demand last year for its Ascot and Rafaga models, a company spokesman said.

Separately, Agence France-Presse reported that Toyota was the most profitable Japanese company for the seventh year in a row, according to a survey conducted by Nihon Keizai Shimbun, a business daily.

#### Tokyo Hong Kong Singapore : Nikkei 225 Hang Seng Straits Times 22000 ------SOND %:: Exchange Close 8,456.26 0.42 8,430.80 Hong Kong Hano Send -0.57 Singapore Straits Times 2,229,35 2,242.09 Sydney All Ordinaries 1.900.40 1,890,70 +0.51 19,013.60 19,121.72 -0.57 Nikkei 225 Tokyo 1,013.73 -2.67 Kuala Lumpur Composite 985.13 Bangkok SET 1,371,60 1,862.44 +0.67 1.074.41 -0.76 1,066.21 Composite Stock Taipei Weighted Price 6,444:05 6,363.72 +1.26 2.691.19 Manile PSE 2,645.36 -1:70 Jakerta Stock index 482.13 482.63 -0:10 New Zealand NZSE-40 1.976.06 1.990.97 :0.75 National Index 1.959.56 -0.31 Bombay 1.953.42

#### Very briefly:

Investor's Asia

 Acer Inc., a Taiwan-based manufacturer of personal computers. plans to enter the telecommunications business next year and start producing mobile phones, pagers and digital cordless phones.

• British Telecommunications PLC plans to invest 440 million Australian dollars (\$334 million) in Australia over the next seven years and to move its Asia-Pacific headquarters to Sydney.

• The China Daily, the country's only national English-language newspaper, said it planned to add four pages to the current 12 next year and expand coverage of economic news.

• Total SA of France and Sinochem, a Chinese state trading firm, have agreed to cross sales of crude oil and chemical products worth \$1 billion over the next three years. Total Beijing said.

• International Petroleum Corp. of Canada said it had made a potentially large oil find off the east coast of Malaysia. • South Korea's trade deficit swelled 54 percent from a year

earlier, to \$6.26 billion, in the first 11 months of 1994 as imports hit an all-time high AFP, Bloomberg, Reuters

# aci il s business or leisure, you'll

find the right balance at the New Otani Section to different travellers, demands is never child's play. inercial district, an efficient business centre and fully-equipped

China Gets a New TV Station

family-oriented programs throughout China Thursday.

that the programs have "no sex, no violence, no news."

Agence France Presse

HONG KONG - A new television station began beaming

Robert Chua, who is known for an ability to select hit program-

ming, attracted \$50 million in investment capital to start China

Entertainment Television Broadcast Ltd. Mr. Chua has ordered

China Entertainment Television/Family Entertainment Chan-

nel, or CETV, started with a one-hour test program. It plans to air

six hours of Mandarin-language programming starting March 11.

meeting rooms for a start.

On the office band, as a lessure naveller, you'd be asking about the swimming pool, the fitness centre, shopping and tourist haunts ... Come to Hotel New Orani and we'll meet all these demands and more hist so you won't be thrown off-balance.



## Foreigners Buy in Seoul as Koreans Sell

Compiled by Our Staff From Dispatches

SEOUL - Foreign investors snapped up blue-chip shares that became available to them Thursday after the government increased the ceiling on foreign stock ownership to 12 percent rom 10 percent.

But brokers said domestic institutional investors were selling as furiously as foreigners bought, leaving the benchmark composite index down 8.2 points at 1.066.21.

"This mirrors strong foreign interest in our market," Koo Ja Sam of Daewoo Securities Co. ered their offers on large manusaid. But some analysts said the facturing shares to make sure

Monday

Tuesday

Wednesday

■ Thursday

Saturday

Friday

Education Directory

Arts and Antiques

Business Message Center

International Recruitment

INTERNATIONAL

CLASSIFIED

MARKETPLACE

International Conferences and Seminars

Real Estate Marketplace, Holidays and Travel

Plus over 300 headings in International Classified Monday through Saturday
For further information, contact Philip Orna in Paris:
Tel: (33-1) 46 37 94 74 - Fax: (33-1) 46 37 52 12

Request your 5-day free trial by sending a fax to Carol on 0624 662272 int +44624 662272

**ECU Futures PLC** 

29 Chesham Place

Belgravia

London SW1X 8HL

Tel.: +71 245 0088 Fax: +71 235 6599.

Member SFA.

fact that domestic investors they were sold to foreigners," were selling might indicate a

"This gave institutions an opportunity to materialize profits. The market is expected to consolidate further," said Choi Burn, general manger of W.I. Carr (Far East) Ltd. in Seoul.

Analysts said South Korean institutions, concerned about a liquidity squeeze by the central bank and uncertain about market direction, were trying to secure more cash.

"Institutional investors low-

said Cho Hyun Kwang, a trader at Coryo Securities Co.

Despite the decline in the index, stocks that gained outnumbered those that declined by 467 to 404, because most of the stocks that fell were those of large manufacturing companies, which are heavily weighted in the index.

Immediately after trading started, foreign investors placed orders for about 40 top manufacturing shares that had already been at the old 10 percent foreign-investment limit.

Korean institutions competed to sell their holdings to the eager foreign firms.

While foreign investors as a group can now hold 12 percent of any one South Korean company's stock, the limit for individual ownership of any stock remains at 3 percent.

(Reuters, Bloomberg)

### **Manila's Growth Rate Rises**

MANILA - Philippine economic growth gathered pace in the third quarter, helped by a record rise in farm output and strong industrial production, Cielito Habito, the country's chief economic planner, said Thursday.

He said gross national product grew at an annual rate of 5.9 percent in the quarter, and he predicted growth of about 5.5 percent for the year. GNP grew at an annual rate of 5.5 percent during the first nine months of the year, compared with 2.2 percent a year earlier.

Mr. Habito said growth was being driven by investment and higher demand and therefore should be sustainable.

# Can you imagine...

# fulfilling your dream!

This yacht, the "White Guil" went around the ■ world departing from Cannes in 1986, across the Atlantic to the Caribbean, through the Panama Canal, across the Pacific and Indian Oceans and up through the Suez Canal back to Cannes. During the four years voyage, the owner had the life 'time experience of calling at exotic and beautiful places, such as the West Indies, Galapagos, Tahiti. numerous pacific atols, New Zealand, Australia (the Great Barrier Reef), Bali, Java, Sumatra,

Sri Lanka, Seychelles, Madagaskar, Comor Islands and Kenya. All this in the luxury of "White Gulls" accommodations. And, most important, he was aboard a sailing ship which was truly built for such a voyage, nevertheless maintaining the amenities of a large power yacht, cruising four years across all these waters

Who has got the money and dreams of such a global exploration on the world's best, most comfortable stay sail schooner, now waiting for her new owner?

without a problem.

This person has the possibility to acquire "White ■ Gull\*, which has been maintained to the highest standars and just brought up to top condition under the supervision of Veritas with a certificate valid for the next 4 years. A very extensive inventory of spares is kept aboard.

Sails can be set and easily handled by one crew member only. Always reachable via the most modern communication, two independant satellite systems, faxes and everything necessary for "White Gull" to be used as home or office for private or corporate

The yacht has never been chartered and has always been cherished by the owner. All water sports equipment are carried aboard: complete diving facilities, a sailing dinghy and

a catamaran, three tenders and sophisticated big game fishing equipment. LOA: 49 metres Surveyor's appraisal (1993) US\$ 12.500.000.-

Beam: 9 metres Asking price US\$ 10.000.000,-

Draft: 4 metres Hnancing possibilities are available on request. If you are interested, please contact Captain Larry Ciprich on board: -Tel + 33.92.987196 or Fax + 32.89.721913

## CURRENCY AND CAPITAL MARKET SERVICES Catch The Big Moves DID YOU SELL DEC DAX AT 2142? DID YOU SELL DEC S+P 500 AT 472, 55? DID YOU BUY COFFEE IN MARCH? OUR CLIENTS DID rac, the computerised trading system is now available by lax and covers over 75 selfinancial tuturea/indicies with specific "Buy", "Self" or "Neutral" recommendation

SFA & IPE

**SABEX** FUTURES LIMITED

\* 24 Hour margin based foreign exchange dealing \* Fast competitive rates with a personalised service Catering only to professional investors, Fund managers and institutions, for their speculative & hedging needs Up to date market information and technical analysis Full futures brokerage in all major markets

33 Cavendish Square London W1 Reuters Dealing: SABX Reuters Monitor: SABY/Z (+ Daily fax) Tel.: (071) 412 0001 Fax: (071) 412 0003 Please call for further information

OSignal Realtime! USAO

O Stock & Futures Quotes that CONNECT to 100+ applications O O Now in Europe © 65,000 QUOTES from just \$3 day! O Call NOW for YOUR free Signal Investment Software Guide & price list O ☎ Call London 44 + (0) 171 231 3556 ☎

Keystone

Everyday Offer To Professional Traders 800-967-4879

UTURES & OPTIONS BROKERS

**EXECUTION ONLY** 

312-207-0117



CURRENCY MANAGEMENT CORPORATION PLC 11 Old Jewry - London EC2R 8DU Tel.: 071-865 0800 Fax: 071-972 0970 MARGIN FOREIGN EXCHANGE

\$32,817.04 NET REALIZED PROFITS PER \$100,000 UNDER MANACEMENT JUNE 27, 1994 THROUGH OCTOBER 31, 1994

# Call for further information & brochure =

Capital Flow Asset Management

on how to place your listing contact: WILL NICHOLSON in London Tel: (44) 71 836 48 02 Fax: (44) 71 240 2259 Herald Eribune

TRADE CURRENCY & FUTURES TRADERS

TRADE CURRENCES with specific orders from IBM COMPUTER PROGRAM which energing to 400% profit on margin per year for 17 years Purchase for USS 85,000, or lease for USS 18,000 for 1855 formance overlable. Also overlable is at for surviva with NDBHICAL trades. 2 months = \$5,000 for 18,000 for 18,00 3 months Terms.ore ovalidate "Also available is a fau service with PADENTICAL tracks. 2 months = \$5,5 
DAILY FAX SERVICE for 38 Futures - Position tracks with speeche univers/exits/stops.
Providing pass & months exceeds \$100,000, tracking one contract for each signal.
Subscribe for 2 months for USS 2,500, or 6 months for USS 6,500, or 1 year for \$12,000.
Subscribe for 2 months for USS 2,500, or 6 months for USS 6,500, or 1 year for \$12,000.
NOTE: EACH MAS RULL MONEY-BACK GUARANTEE. We are not CTA's, do not cromese profes, make MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for COUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS for YOUR located for MANAGED ACCOUNTS (removem USS 33,000), os about CUSTOM PROGRAMS (removem USS 33,000), os about CUSTOM PROGRAMS (removem USS 33,000), os about CUSTOM PROGRAMS (rem LIMITED AVAILABILITY, ACT NOW! For further details

FRANCE

Baden

"THE RUHR AREA" was produced in its entirety by the Advertising

Department of the Internutional Herald Tribune

WRITER: Terry Swart-berg is a husiness writer

based in Munich

PROGRAM DIRECTOR: Bill Mahder.

SPONSORED PAGE

UNNA

COUNTY

Some 4,500 European Union ministers, staff members and journalists will be arriving in the Ruhr district on the afternoon of Dec. 8. Their meeting place: the Messehaus Süd (South House) on Essen's trade-fair grounds, where, over the following two days, the 35th summit conference of the Council of the Thuringia European Union will be held. CZECH. Rep. Saarland WESEL Bavaria RECKLINGHAUSE

# EMBLEM OF EUROPE'S CONSTANT RENEWAL

The Ruhr area exemplifies how Europe's key industrial areas have adapted to technological change.

At the European Union summit in Essen starting Dec. 8. the last major event of Germany's EU presidency, the Council will strive to formulate Union-wide policies on measures protecting the atmosphere from a further rise in the levels of carbon dioxide, harmonizing individual countries' rates of in-terest-income taxation and how to proceed with the EU's putative expansion eastward.

The routes the delegates will take to get to the conference are short and well-trodden. Essen is about three hours by train from Brussels and an hour and 20 minutes' flight from Copenhagen, London and Milan, Traversing these stretches over the past decade and a half has been a large number of peripatetic professionals: urban and regional planners, environmental protection experts, businesspeople and architectural conservationists.

European business hub

The region attracting their interest is notable first for its size and output. Home to 5.4 million people and extending over 4.434 square kilometers (1.773 square miles), the Ruhr district has a 200 billion Deutsche mark (\$133 billion) economy that makes it Europe's second-largest contiguous business area, with the Ruhr ranking first in output of industrial products and technical services.

Apart from this, the Ruhr boasts a diversified business community, with a noticeable tilt toward heavy engineering, international trading, energy and environmental technologies, and telecommunications networks, plus some primary goods processing - a typical spread for a progressive region

Like the rest of Germany and most of Western Europe, the Ruhr shows an encouraging growth rate -2.2 percent at latest report - which is helping to bring down a still-too-high rate of unemployment.

The Ruhr has a goodly collection of medieval castles and

churches. It does not have wretched slums or appalling industrial blight. What it does have is a lot of open land and water nature accounts for 62 percent of the district's surface area and pleasantly heterogeneous inner cities.

The legacy of coal and steel
A generation ago, the Ruhr's state of affairs and future prospects were among the most worrisome in Europe. Like : England's Midlands. France's North and Lorraine regions and the "rust belts" in Belgium and Luxembourg, the Ruhr had ridden two major, intertwined industries to affluence and national economic primacy. Like its counterparts, when competition from abroad and from new technologies made coal and steel nonviable commodities, the Ruhr's very economic and social survival became imperiled. With every report of coal mines closing or steel plants curtailing production, an insidious and powerful scenario gathered strength and form. "The prevailing idea was that each business area has a cer-

tain life cycle." says Frank Levermann, press spokesman at: Kommunalverband Ruhrgebiet (KVR), the region's development and environmental protection authority, "and that the Ruhr, like its counterparts, had irreversibly and inevitably reached the cycle's final stage, that it was condemned to be a. burned-out giant lingering on in a twilight of subsidies and underemployment.

A dramatic turnaround

Instead, in a dramatic turnaround, a new cycle was begun inthe early 1980s, accompanied by the creation of 210,000 jobs. during the decade. Nearly all were in the region's mushrooming services sector, and most of them were at the sector's high end, in such areas as project engineering, printing and finance. Today, services account for about 60 percent of the region's economic output - a bit more than the German aver-

To accomplish this turnaround, a broad-based, ad hoc. coalition was formed. It included the governments of the state. of North Rhine-Westphalia and the Ruhr's 15 major communities and administrative districts, plus the KVR and other regional bodies, the local business community and such specialized project development authorities as LEG (Landesentwicklungsgesellschaft Nordrhein-Westfalen).

In inducing this transformation, the members of this coalition called on a number of potent assets: their own considerable financial resources, their ability to work together and the legacy of a highly successful past.

Corporate strength

During a 160-year period, dating from Friedrich Krupp's founding of his machine-building company in Essen in 1811, large-scale corporate empires were built up in the region.

Bearing such names as Thyssen, Mannesmann and Gutehoffnungshütte, these empires diversified over time, entering intoeverything from automotive and aerospace engineering to construction and energy supply.

Not surprisingly, this accumulation of corporate wealth and consumer purchasing power triggered the growth of a retail ing and trading sector that still occupies a position of primary cy in Germany today. The names Aldi, Tengelmann and-Karstadt are to be found in inner-city business districts and. shopping centers all over Europe. The companies behind them have their headquarters in the Ruhr.

Efficient transport links

To serve this concentration of industrial and commercial power, a tightly woven grid of rail lines, roads and waterways was built up, including Duisburg's Ruhrort harbor, locati the junction of the Rhine and Ruhr rivers and the largest inland harbor in the world. Later came the airports, including Düsseldorf's, located just to the south of the Ruhr and the second-largest in Germany.

This density and state of development of infrastructure has proven to be one of the region's major advantages as it has gone about redeveloping its industrial base," says, Thomas Klante, head of information at RWE AG, Germany's: largest energy and environmental technologies supplier, with, headquarters in Essen. "In contrast to many other areas of Euope, each redevelopment site already had the necessary infrastructure in place. No site was more than 10 kilometers: away from a highway."

It is the scale and scope of redevelopment and its highly interesting architectural and social products that are now provng a magnet to many segments of the world's intellectual. and professional community.

Coal mines redesigned

There is no more coal mining, at least in such cities as Essen, where the last of 22 mines. Zollverein, ceased production in 1986. But the coal mines, or at least their aboveground structures, live on. Drawing on generous grants from the EU and employing architect Norman Foster's design. Zollverein is: being restored and expanded. At latest report, four of its 26. magnificently austere Bauhaus structures had been refur-;

Today, Zollverein houses galleries, stages, studios and vo-cational retraining facilities. Fittingly enough, Design Zentrum Nordrhein-Westfalen, a premier venue for retrospectives on and presentations of contemporary design in Europe.

will move there at the beginning of next year.

Zollverein and many of its 139 counterparts are now. venues for some of Europe's liveliest entertainment and cultural events. Equally interesting but more sedate are the offerings of the region's 135 museums, led by Essen's Folkwangs

Make way for technology Renewal through restoration is one half of the Ruhr's development story. An indication of this renewal is provided by the ' work of the IBA (Internationale Bauaustellung) Emscher Park. Named after the Emscher river, the regional development program now includes 83 individual projects, ranging from the renaturation of 350 kilometers of waterways to the

sprucing up of residential neighborhoods and inner cities.

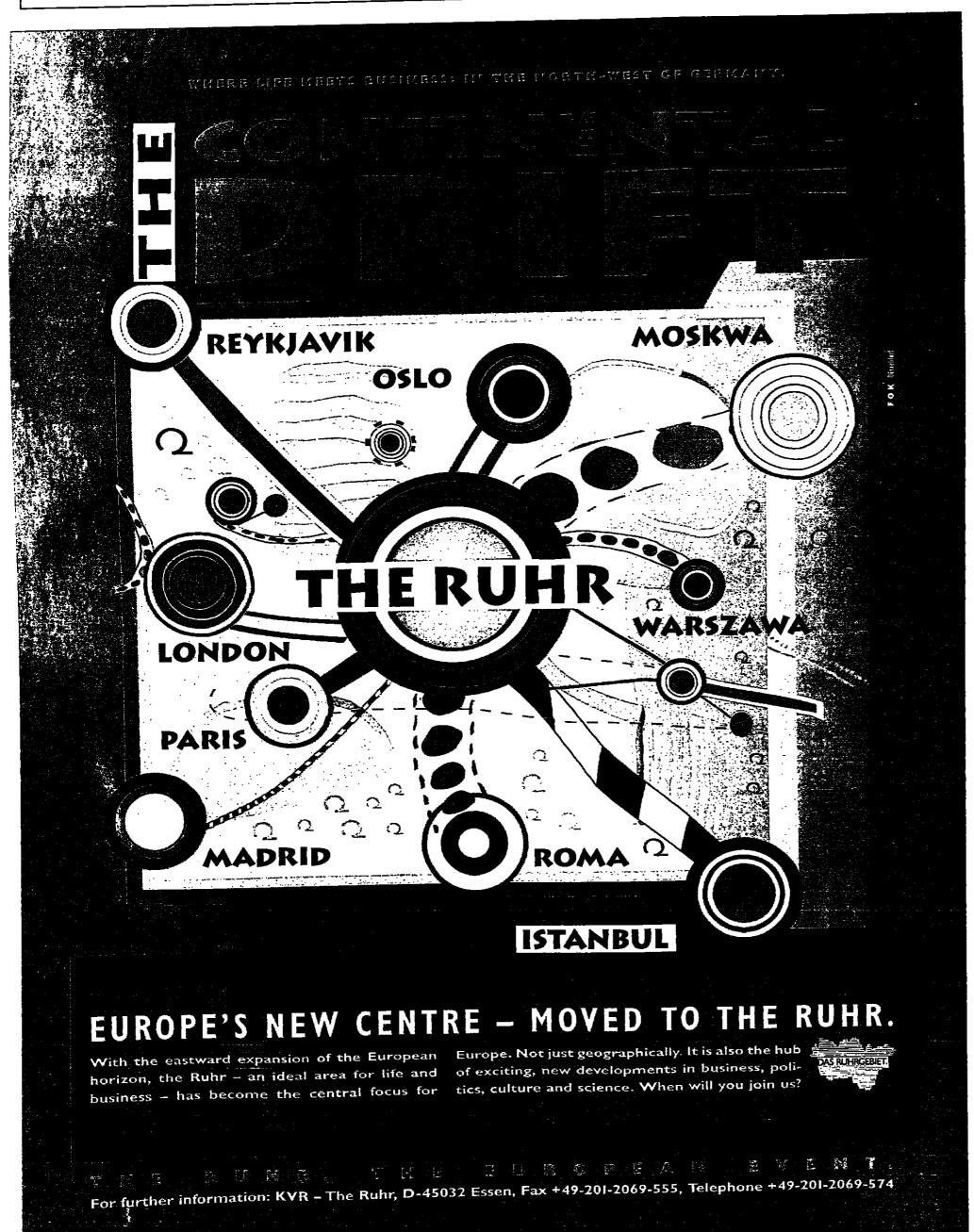
Renewal through innovation is the story's other half. Germany's first technology park was founded in Dortmund in 1974. Today, the region has 28 of them, including ETEC (Escience Technologies and Entwicklungs-Centrum), plus 15 universities and polytechnics (with 170,000 students), 38 technology-transfer institutes and 30 independent research cen-

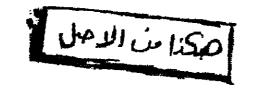
These institutes have yielded a large crop of new companies - 500 over a recent five-year period - and new facilities. many of them in the field of environmental technologies.

Dynamic new projects

One of the most visible signs of the region's ever-increasing dynamism is the spate of recently launched inner-city development projects, any one of which would be enough to qualify as blockbusting. Their ranks include Oberhausen's 2 billion DM shopping, sports and leisure-time center, being developed by the British P&O group; Bottop's Warner Bros." Movie World, Europe's first film theme park; and the multibillion-Deutsche-mark "Dienstleistungszentrum Stern." which will completely transform the face of downtown Essen, upon completion in 1996.

"In a way, all that was done over the past generation was remedial, a highly successful form of catching up," says Mr., Levermann, "Over the last couple of years, we've finally." started pulling ahead."





 $m_{\delta}$ 

Manz

ABC INVESTMENT & SERVICES OF MEDIUM BOTH BOTH BOTH BOTH BOTH BOTH BOTH BOTH	11 53225 d Global Bands USD A (Div) 3 12. 134.22 d Global Bands USD B (Cap) 3 15. 124.16 d Finnset Global Fin A (Div) Fin 214.	3091 7072 1112 7540 337		ISEMENT	Dec. 1, 1994	d GeldPortfello \$ 343.11 d liberta/volor Pto \$6241.00 d lita/volor 1,11 42727_30	## Continuo Noidings 3
mASC Globel Band Fo 5 5 mASC G	d   diction   d   diction   dictio	7841 784 785 786 786 786 786 786 786 786 786 786 786	G. 4. M	mainted by MICROPAL PARIS (Tel. 33-1 40 20 00 stad with the exception of some quotes based on b) - bi-mosthy; (f) formightly (every two seests b) - W Asion Copital Holdings	n issue prices.  r (r) - regularly; (t) - twice weekly; (m) - mouthly 	1 P VIIIVESOI FUID	w Construct Obil World DA 464.00 w Convert. Fel Int'l A Certs 5 19.50 w Convert. Fel Int'l B Certs 5 73.22 w Convert. Fel Int'l B Certs 5 73.22 w CRM BLT.P. Fel Ltd 5F 780.35 w CRM Global Fel Ltd 5 1000.00 w CRM Global Fel Ltd 5 1000.00
d North America Eq Fd S d Asion Tisers Eq Fd S d Europe Equity Fd S d Japan Equity Fd S d Gisbal Boad Fd S d Gerope Boad Fd S d Gerope Boad Fd S S d Gerope Boad Fd S S d Gerope Boad Fd S S d G S Boad Fd S S S S S S S S S S S S S S S S S S	90.18 of Lenin America USD 8 (Cop)5 25. 90.24 of Nith America USD 8 (Cop) 3 14. 90.24 of Nith America USD 8 (Cop) 3 14. 90.25 of Asia USD 8 (Cop) 3 9. 90.07 of World USD 8 (Cop) 3 9. 90.07 of World USD 8 (Cop) 5 9. 90.07 of World USD 8 (Cop) 5 9.	MININE CHIECA ACCOT MANAGEMENT	# G.T. Europe Fund	w Jespon Diversified Pund 3 46.4  w Jespon Diversified Pund 3 46.4  w Leveraged Cop Hold 5 59.3  MERRILL LYRICH  d Dollar Assets Portfolio 3 10.0  d Prime Rate Portfolio 3 10.0	W Gooman UK Restry Fund	d Smaller Companies Cl A	# Consider Int'l N.V
d Germozy Bond Fe B	#0.82 C% Bonk of Bermudo Life: (807) 295-4000   Global Hedge USD	### ### ##############################	/ GCM III. Fiz. Inc	WORLD INCOME PORTFOLIO  # Closs A \$ 8.26  # GLOSS B \$ 8.26  MERRILL LYNCH \$ 8.26	w Pocific Arbitrose Co	6 Euroeon SP 10,90 6 For East S 12,00 d Chine Gateway S 3,54 d Emersing Markets CI A S 12,00 d Global Uniting S 9,85	w Defector One Ltd
w AIG Japan Fund s d AIG Japan Steel Cos Fd s w AIG Latin America Fd Pic. s	103.4073 d Fructilux - Obl. First A	1.62 # Ermitige Cresty Asia Fd _ 3 17.54 1.57 # Ermitige Amer Hdg Fd _ 5 7.33 1.58 # Ermitige Emer Mkts Fd _ 5 16.57 1.59 # Elwopa Elwos Lisatten	G GHT & F Bond	d Consory A CS 1422 d Consory B CS 11.53 CORPORATE HIGH INCOME PTFL d Class A-1 S 8.77 d Class A-2 S 9.46	m Regent Pocific Ndg Fd\$ 124,717 w Regent Sri Lonko Fd\$ 10,37 d Undervoi Ass Tohwon Ser 3.3	Glebol Convertible 3 9.77 Glebol Belonced 5 10.79 Glebol Belonced 5 10.79 Glebol Belonced 5 11.42 Glebol Income CI B 5 11.42 Glebol Belond DM 10.78 G Yan Glebol Bend DM 10.78 G Yan Glebol Bend Y 990.25 G Erners Mits Fix Inc CI B 5 9.88 G US Government 5 9.88	d Emi Belg, Ind, Plus A
w AIG South Rest Asia Fd Pick w AIG South Rest Asia Fd _s w AIG Southeast Asia Sm Cas s d High Uthe Fund	102,0928 W Callonder Emer, Growth 5 12,09298 W Callonder Emer, Growth 5 12,2200 W Callonder F.Asset 5 13,000 W Catlonder F.Asset 6 11,52 W Catlonder F.Asset 6 11,52 W Catlonder F.Lis Health Cares W Callonder F.Lis Health Cares W Callonder Switss Growth 5 14,74 Asset 7 14,000 W Catlonder Switss Growth 5 14	d American Option Fund 3 171.35 w Asion Equity Fd 5 122.29	GUINNESS FLIGHT INT'L ACCUM FD  Deutschemark Money	## Coles B-1 S 9.77  ## Coles B-2 S 9.65  ## Coles	w Undervolued Assets Ser I_S 11.46 d Undervolued Prop id 2S d White Tiper Inv Co LtdS REPUBLIC FUNDS w Renduly File I some I_S 10.00	d Hoven 5F 10.00 d USS Liquid Reserve 5 10.00 d DEM Liquid Reserve 5 10.00 TEMPLETON W.WIDE INVESTMENTS	d Emi Socia Ind. Plus A
d Almar serg Norden S Almar Berry Slow d For East d Germany DM d Glabal S	123.231 CANADIAN INTERNATIONAL GROUP  208.59 d C Congison Growth Fd CS d C North American Fd CS d C Pecific Fund CS d C Global Fund CS 160.44 d C Global Fund CS 167.45 d C G G G G G G G G G G G G G G G G G G	W Fatrised Int Ltd	w AFFT MDF FINANCE,Tel(33-1)4076/65,Fox 9076/65 w Mondinvest EuropeFF w Mondinvest CrossconcFF W Mondinvest Opp IntlesFF W Mondinvest Opp IntlesFF W Mondinvest EuropeFF W Mondinvest EuropeFF W Mondinvest FiguresFF W Mondinvest FiguresFF WEPTAGON FUND NY (5779-41526)	6 Class B-1 \$ 12.00 6 Class B-2 \$ 12.00 EUROPEAN BOND PORTFOLIO (USS) 6 Class A-1 DM 8.00 6 Class A-2 DM 8.00 6 Class B-1 \$ 19.00 6 Class B-1 \$ 9.95	W Republic GAM Americo	d Closs A-3	## Fahum Fund
d Hatherlands Fi d North America SF d Seitzerland SF d U.K. SF ALPYIA FUND MANAGEMENT, LTD	11067.80 d Concide Guer, Mortpage Fd Cs 234.13 CAPITAL INTERNATIONAL 115.18 w Capital Infl Fund 172.72 w Capital Infl Fund 172.72 w Capital Infl SA	d Orient Fund \$ 12539 d Special Growth Fund \$ 39,15 d World Fund \$ 116,99	/ Harboson D.B. Fund	d Colegory A t 16.29 d Colegory B t 15.38 US DOLLAR PORTFOLIO d Colegory B \$ 11.00 YEN PORTFOLIO d Colegory B Y 1252 d Colegory B Y 1252	w Republic GAM Opporturity \$ 12.23 w Republic Grany Dollinc\$ 193.31 is Republic Grasey Eur IncDM 10.90 is Republic Lof Am Alloc\$ 92.55 is Republic Lof Am Argent\$ 92.50 is Republic Lof Am Broati\$ 92.70 is Republic Lof Am Broati\$ 193.70 is Republic Lof Am Broati\$ 193.70 is Republic Lof Am Broati\$ 193.70	w Jokaria	# Faniux 1 Money SF #01.70 # Faniux 2 - Intil Bond SF 942.53 # Fonmutition 10 Inti 91.95 # Forthude Group Inc 91.95 # Futures Generation Ltd 822.23 # Firtures Corporation 144.92 ### Firtures Corporation 954.0
m Alphia Europe Fd (Oct 31) Equ m Alphia Gibb Pro Trad Oct 31 5 m Alphia Gibb Pro Trad Oct 31 5 m Alphia Gibba Fd (Oct 31 5 m Alphia Hda Fd Cl A/Oct 31 5 m Alphia Hda Fd Cl C/Oct 31 5 m Alphia Udin Amer (Oct 31) 5 m Alphia Odin Amer (Oct 31) 5 m Alphia Pucific Fd (Oct 31) 5	95378   W Koren 2155 Century Invt. 5   11   95378   W Koren 2155 Century Invt. 5   11   95378   W The Yellow Sea Invt Co. 5   11   11   11   11   11   11   11	FINMANAGEMENT SA-Luseme (41.91/20012)  # Delito Premism Corp	an Hermes Emere Mills Fund. S. an Hermes Strategies Fund. S. 67523 an Hermes Strategies Fund. S. 67523 an Hermes Goldel Fund. S. 16584 an Hermes Goldel Fund. S. 66744 an Hermes Band Fund. Ecu 1340.16 an Hermes Sterling Fund. S. 16974 an Hermes Gold Fund. S. 450.75 an Hermes Gold Fund. S. 450.75 an Hermes Gold Fund. S. 450.75 and Huttle Bedokers Acce.	MULTI CURRENCY BOND PTFL d Closs A	w Republic Laf Ant Venuez 5 78.72 w Republic Laf Ant Venuez 5 78.72 w Republic Solomon Street 5 78.74 R08 ECO GROUP POB 97.3000 AZ Rotherdom [11] V24/124 d RG America Fund Fi 135.69 d RG Pocific Fund Fi 177.90 d RG Pocific Fund Fi 157.90 d RG Pocific Fund Fi 157.90 d RG Pocific Fund Fi 157.90		## GEM Generation Etu CL _ Ecu ## 907.12 ## 90
m Aipho Pacific Fd (Oct 31)	102.11   CTITIBANK (LUXEMBOURG) S.A.	## Colombian Invest Ca Sicov.5 1539 ## Colombian Invest Ca Sicov.5 1832 ## district Invest Ca Sicov.5 1246 ## district Invest Ca Sicov.5 1246 ## district Invest Ca Sicov.5 1249 ## district Invest Ca.5 1249	m Pegosus P.P. Portfolio	EQUITY / CONVERTIBLE SERIES BASIC VALUE PORTFOLIO d Closs A\$ 14,69 d Closs B\$ 14,69 CONVERTIBLE SECURITIES PTFL d Closs A\$ 11,67 d Closs B\$ 12,67 G Closs A\$ 12,67 G Closs A\$ 12,67	d RG Maney Plus F FILLE FI More Robeco see Amsterdam Slocis ROTHSCHILD (RROUP EDMOND DE) 16-HOUSE FUNDS W Asion Coolid Heldings Fd. S Delive LCF Rothschild Bd. S Delive LCF Rothsch Eq. S FOR Cosh Tillian ST 1612.8 FOR Cosh Tillian ST 1612.8 FOR Cosh Tradition CHF. SF 1633.73	d Ching	ie Global 94 Fund Lifd SF SF 24.08 ie Global Arbitrose Lifd SF 1446.00 in Global Bond Fund SF 24.68 ie Global Bond Fund SF 22.67 ie Gennord SF 24.62 ie Gennord SF 24.63 in Guaronited Copilol lining 14 LF 9524.00 in Guaronited Commondity Fd SF 9524.00
m Both-Alpha Eurhide Oci 31, Ecu n Criscon Aston Hedge Oci 315 m Globalvest Votee (Nov 25), 25 w Hedgel Japon Fund	192.44	### FUND MARKETING GROUP (BID)	w Asion Fixed Income Fd	Closs A	w Force Cash Tradition USS\$ w Farce Cash Tradition BEFBF w Leicom	d Equity Income	## Guerranteed Currency Fd \$ 7.68  / Houssmann Hidge N.V \$ 119.66  ## Henksehere Neutral Oct 31.5  ## Hestin Fund \$ 219.66  ## Hestin Fund \$ 1254.46  ## loz Holdings Ltd \$ 5 227.19  ## LA-IGS \$ 11.25  ## LA-IGS \$ 11.25
m Rissocal Inff Fund/Oct 31_5 m Soss Inff Fd (Oct 31) n Sobus Inff Fd (Oct 31) ARSTEL (ASIA) LTD Tiel: 25-25 bt 32 w Sprinter Jopan Small Co m Thata Company Fd 1 ARISTA CAPITAL GROWTH FUND I	89.92 d Citiport N.A. \$ Bond \$ 137 114.68 d Citiport Euro Bond Ecu 147 110.42 d Monoped Currency Fund \$ 146 d India Focus Fund \$ 199.	FX CONCEPTS (BERANDA) LTD	w Eurape Sud E	EURO EQUITY PORTFOLIO d Closs A S 11.97 d Closs B S 11.42 LATIN AMERICA PORTFOLIO d Closs A S 17.27 d Closs B S 17.27 d Closs B S 18.29 PACIFIC EQUITY PORTFOLIO d Closs S S 2.48	b Pricoutly F6-Lorin Arm. \$ 144598 b Pribond Fund Ecu	d UBZ World Income FundEcu	## 10.4-INL   10.30   ## Indigo Currency Fd Lid   5   79.84   ## Indigo Currency Fd Lid   5   79.84   ## Indigo Currency Fd Lid   5   79.85   ## Indigo Currency Fd Lid   5   507.50   ## Indigo Currency Fd Lid   5   507.50   ## Indigo Currency Fd Lid   5   7.75   ## Indigo Currency Fd Lid   5   7.84   ## Indigo Currency Fd Lid
Zurich 41-397 8539  w Regulation Ss  AREAL ASSOCIATES LTD  w Arrol American Quant Fds  w Arrol Asian Finds	AA3 CTITRUST S 250 S 1 120 S 1	GARTMORE INDOSUEZ FUNDS 18/11/94 Tel: (352) 465 18 20 BOND PORTFOLIOS BOND PORTFOLIOS d Diewroond Die 230 DM 4/4 d Divertond Die 252 S 57 107 d Dollor Bond DIE 213 5 2.42	## A Subsect Crowth	d Closs B S 11.27 d Closs A S 11.27 d Closs A S 11.27 d Closs A S 15.21 DRAGON PORTFOLIO S 15.41 d Closs B S 5 15.41	W Vorkpoled. Eco 183AAS ROTHSCHILD (GROUP EDMOND DE) OTHER PUNDS OF ASIA Josopa Emery, Growins W Esorit Eur Partin Inv Tst	d UBZ American Es Fund	d Investo DWS w Jopon & Greater Asian Praso Fd w Japon & S 24424 m Japon Selection Asses. Y w Kemmar Gdt, Series 2 \$ 144,00 w Kemmar Gdt, Series 3 1287 m Kingole Global Fd Lid \$ 91,37
BAIL 12 Place Vendome, 7900) Paris   mildernorkel Fund	538.44 W Corneed Asia	d   d   d   d   d   d   d   d   d   d	d American Enterprise \$ 4,660 d Asia Tipe Growth \$ 11,670 d Doller Reserve \$ 5,250 d European Growth \$ 2,550 d European Enterprise \$ 4,850 d Global Enversing Markets \$ 1,100 d Global Growth \$ 7,230 d Nipson Enterprise	SWISS FUNDS  of MLBS Bolonced A USD	I Selection Horizon FF 822553 b Victoire Arigne 5507,18 ROTHSCHILD ASSET MIGHT 1C.1) LTD IN Nemrod Leveraged Hig 5 SAFDHE GROUP/KEY ADVISORS LTD IN Key Diversified in: Fd Ltd.5 1 Tower Fund Global Bond 5 1 Tower Fund Global Bond 5 1 Tower Fund Global Bond 5 1 Tower Fund Global Boylly 5 1 Tower Fund Global	W Articilinest   5   245,57   2   W Articilinest   5   246,57   2   W Articinest   5   246,03   2   W Backinest   5   127,93   2   W Bruckinest   5   127,93   2   W Bruckinest   5   1004,03   2   W Dinvest   5   1004,03   2   W Dinvest   5   246,03   2   W Dinvest   5   100,04   3   100,0	w KM Global 5 10173.00 d KAM, - II High Yield 5 449.9 w Karea Growth Trust 5 41.96 w La Faryette Holdings Ltd 5 154.20 b La Forvette Respuir Growith 5 112.55 an La Jolio Int Grih Fd Ltd 5 174.81 w Leaf Sican 5 1175.27 m Lau Perhamance Fd 5 100.4812
d BBL Invest Americo\$ d BBL Invest BelshumBF	2711.47 COWEN ASSET MANAGEMENT (7 2837 COWEN EAST-OTS FUND N.V. 410.76 W Closs A Sts	d Fronce	d Nispon Growth. \$ 5,8700 d UK Growth. \$ 53,000 d Sterling Reserve 5 d Greater Chian Opps 5 7,8700 RISH LIFE INTL Ltd, (fact) 353-1794 1792 d International Couldous 5 1,807 d International Statement 5 1,807 d International Growth 5 1,807	d ECU Fixed Inc	SAUTAMBER NEW WORLD INV.  m Commonder Fund	or Dinvest Gold & Metals.	# LF International 5 177.14 # Linder Portfolio Services 5 12.53 # LPS Intl H.P.B. 5 10.78 # Lock Intl Migt Fol List. 5 100.46 # Lockind Migt Fol List. 5 133.89 # Link Set Motitings. 5F 133.11 # M.K.Hodon Offsbore, N.V. 5 17.62
d BBL (L) Invest WorkF d BBL (L) Invest Bose Melaiss d BBL (F) Invest FranceFF d BBL (F) Rendonad FRFFF d BBL Resty FO initF	125.18 d CS Porth Inc SFR A SF 96.13 360.08 d CS Porth Inc SFR B SF 96.3 3423.00 d CS Porth Inc USS A S 945.0 520.08 d CS Porth Inc USS B S F70.1 622.46 d CS Porth Bel DM DM 127.3 4957.01 d CS Porth Bel Lilro JA/B Lilr 323713.6 3423.00 d CS Porth Bel Lilro JA/B Lilr 323713.6	6 d DEM. DIS 1895 DM 6.450 6 d Delter DIS 2.129 5 2283 6 d French Frunc FF 13,13 d Yen Reserve Y 289.5 6 GEFINOR FUNDS 6 Lendon:77-697 47 77,Genevo:47-22 725 25 30 w Scottlish World Fund 3 451,034	ITALFORTUNE INTL FUNDS  **Closs A (Ager, Growth Hol.)\$  **Closs B (Global Equity)\$  **Closs B (Global Equity)\$  **Closs C (Global Band)\$  **V Closs D (Ecu Bend)\$  JARDINE FLEMING, GPD Box 1148 Hy Ky  **O JF ASEAN Trust\$  \$622	MERRILL LYNCH INC S PORTFOLIO  G Closs A. S. B.AB  d Closs B. S. B.AB  d Closs C. S. B.AB  MERRILL LYNCH MEXICAN INC PORT  d Mexicon inc S PHI CI A. S. S.AB  d Mapricon inc S PHI CI B. S. 9.43  d Mapricon inc Pen PHI CI A. S. 8.86	d Europo inc	# Mourinvest Ecu	m Moster Con & Hedge Fd 5  m Mother Horn Orisher Fd 5  m McCalmis Caboli (Oct 31) 5  m McCalmis
d Rendo Cosh S-Medium BEFBF 12 d Rendo Cosh S-Medium DEMDM 5 d Rendo Cosh S-Medium USD 5 BARQUE BELGE ASSET MOST FUNC BARQUE BELGE ASSET MOST FUNC BARQUE BELGE ASSET MOST FUNC Wind's Equity Fund	1970.80   d CS Porti Growth DM   DM   972.8241.57   d CS Porti Growth SFR   SF   942.6   D   d CS Porti Growth USS   5   942.6   D   d CS Money Morket Fd BEF .BF   5983.0   12.27   d CS Money Morket Fd CS	GENESEE FUND List V(A) Genesee Eggin S GLOBAL ASSET MANAGEMENT OFFSHORE FUNDS 11 ARIO SJ.Doughs, of Man 44-524-52607 W GAMERICA. W GAMERICA. S 644.62 W GAMERICA. S 644.62 W GAMERICA. S 644.62	d JF For East Writt Tr S d JF Global Corte. Tr S 17.25 d JF Hong Kons Trust S 18.18 d JF Hong Kons Trust S 18.58 d JF Japon Sm. Co Tr Y 4338,00 d JF Jopon Trust Y 10655,00 d JF Moltysia Trust S 20.27 d JF Pocific Inc. Tr S 11.83 d JF Tholland Trust S 4.66	d Mexican Inc Peso Prif Cl B S 8.86 MOMENTUM ASSET MANAGEMENT IN MOMENTUM ASSET MANAGEMENT IN MOMENTUM RATE STATE IN MOMENTUM RATE RATE STATE IN MOMENTUM STOCKMOSTET 3 IN MOREAL VONWILLER ASSET MET Co W Willer Jopan 122.80 W Willer Jopan 16.22 W WILLER SOUTH EGGT ASSET 5  16.22	d Militio Inc	UNION BANCAIRE ASSET MOT (UBAM) INTERNATIONAL, LUXEMBOURS W UBAM S Bond	w Momentum Noveller Pert. 5 94.73 w Mondiovel Slow
w Oolfar Zone Bd Fd	11.56 d CS Money Market Pd FFFF 6327. 10.62 d CS Money Market Pd Ec. Ec. 120. 10.63 d CS Money Market Pd HFF1 120. 10.64 d CS Money Market Pd HFF1 120. 10.65 Money Market Pd LIILR 120. 10.65 Money Market Pd LIILR 120. 10.65 Money Market Pd SFSF 972. 10.67 d CS Money Market Pd SFSF 972. 10.67 d CS Money Market Pd SFS 1801. 10.67 d CS Money Market Pd YenY 14528.	FGAM ASEAN	JOHN GOVETT MANT (1.0.M.) LTD Tel; 44.64 - 42 91 29  # Goveth Mon. Fotures 10.57  # Goveth Man. Fot USS 5 7.31  # Goveth Secur. Curr 5 11.00  # Goveth Secur. Curr 5 11.00  # Goveth Secur. 601 801 Holes 5 10.8014  JULIUS BAER GROUP  # BoerDond SF 863.28	w Willer Telecom	d Equity Nat. Resources	W UBAM Global BondECU 1451.71 2 W UBAM JepanY 836.00 2 W UBAM Sterlars Bond £ 402.11 W UBAM Sterlars Bond £ 194.58 2 W UBAM Sterlars Bond \$ 1101.24 2 UNHON BANK OF SWITZERLAND/INTRAG d Arnos SF 4125 y B Bond-Invest SF 54.50 y	d Newbonk Debentures
//Figuren Gid Fd B (3///A/4)_3 //MSUS Futures Fd CI A Units 3 //MSUS Futures Fd CI C Units 3 //MSUS Futures Fd CI C Units 3 //MSUS Fd Fd Ser. 1 CI, BS 1 //MSUS Fd Fd Ser. 2 CI, CS 1 //MSUS F	107.31 d CS Money Morket Fd L	# GAM Fronc-vol. SF 245.04 # GAM GAMCO. \$ 205.59 Y # GAM High Yield. \$ 157.70 # GAM East Asta. \$ 674.70 # GAM Japon. \$ 231.42 # GAM Money Mich USS. \$ 21.42 # GAM Money Mich USS. \$ 191.40 d Do Sterfing	### d Conbor	mWorld Bood Fund	d Int'l Emersing Morkets \$ \$ 1.40 d Bond Int'l Acc. \$ 12.48 d Bond Int'l Inc. \$ 7.43 d Bond Europe Acc. \$ 1.45 d Bond Europe Inc. \$ 1.42 d Bond Senden Acc. \$ \$ 1.67 d Bond Senden Acc. \$ \$ 16.71 d Bond Senden Acc. \$ \$ \$ 10.48	### ### ### ### ### ### ### ### ### ##	m Omeso Overseos Portners. S. 147.7283 m Openethelmer U.S. Arb. S. 171.53 m Optimum Fund S. 150.00 m Overseo Performance. S. 171.15 m Overseo Performance. S. 2017.76 m Poct RIM Ope 8V1 Nev 28.5 m Pon Fixed Inc Fd (Lion 31). S. 101.250
m Indosvez Curr. CI B Units\$ ii IPNA-3 Growth Fond\$ d ISA Aslon Growth Fond\$ d ISA Jopon Reg. Growth FdY d ISA Pockie Gold Fund\$ d ISA Aslon Income Fund\$ d Indosvez Koreo Fund\$	06.695   d Credis Koreo Pund   5   947.82	d De Swiss Fronc	### description	d Na Strutegic Opportunities 3 in 297 w Na FisziBle Growth Feb. 5 133.19 w Na HeisziBle Growth Feb. 5 135.21 NGAMURA HITL. (NORTH KONEG) LTD d Nomerta Johann Pund. 5 11.57 ODEY ASSET MANAGEMENT LTD 27 Grosveror SULdn WIX 9FE-4471-499 2998 d Odey European. DAA 165.10	d Bond DEAN Inc	d Foriso	m PAN Internetional Ltd.
w Shanehol FundS w Himeloren FundS w Atarilla FundS w Steen FundS w Steen FundS d Indoser Hone Kone FundS d Singee & Moloy TrustHKS g Pecilic TrustHKS	20.44 of CS Gold Miles A 8 244.73 31.77 of CS Gold Miles B 8 257.12 17.38 of CS Gold Volor 9 131.81 44.93 of CS Hoppono (Bertin Fri A Phs 27581.88 44.940 of CS Highpono (Bertin Fri B Phs 27581.88 44.940 of CS Highpono (Bertin Fri B Phs 27581.88	W GAM MIN-US	d US Stock Fund	w Odey European S 19722 w Odey European Hen DA 132.12 w Odey Europ Growth Inc. DA 132.12 w Odey Europ Growth Acc. DA 132.80 w Odey Euro Grit Ster Inc. E 54.85 w Odey Euro Grit Ster Acc. L 54.24 OLYAPIA CAPITAL BITL. INC. WIBloms House, Hamilton HATI, Bermudo Tel: 889 227-1888 Focs: 807 295-2385	SOCIETE GENERALE GROUP  d Asin Fund	d floc SF 18.9.9 v d Jopon-Invest SF 26.59 v d Pacific-Invest SF 44.59 v d Standinavian-Invest SF 25.50 v d Standinavian-Invest SF 259.9 v d Star Franc-Invest SF 19.90 v d Swiss Franc-Invest SF 19.90 v	w Pharmalwifeolth. 5 95.24 w Pluripestion Plurifortz: FF 971.53 w Pluripest Story
d Tosmon FundS d Japon FundS w Menaged TrustS d Garimore Josen WorrontS w Indesvet High Yrid Bd Fd A.S is Indesvet High Yrid Bd Fd B.S	26.885 d CS Indiv Fund B Lit 2427778 5 5230 d CS Jeoon Mesotrend SFR. SF 235.44 77.287 d CS Jeoon Mesotrend Yen Y 2374-0.00 d CS Neither tonds Fd A FL 470.3 d CS Neither tonds Fd B FL 470.3 d CS Neither tonds Fd B FL 470.3 d CS North-American B S 227.7 96.47 d CS North-American B S 227.7 1199.00 d CS Celeo-Protec A DAM 211.47 6 CS Celeo-Protec B DAM 233.6 d CS Celeo-Protec B DAM 233.6 233.6 d CS Celeo-Protec B	w GAM Selection 5 607-52 w GAM Shappore/Malaysta 5 757.78 w GAM SF Seedal Bond 5F 128,96 w GAM Tycho 5 282,32 w GAM U.S. 5 202,0 w GAMut investments 5 889.36	### DMA Cesh Fund DMA 129,00   ### CEU Cosh Fund E	W Finsbery Group	## SF Bonds B GermanyDM	d Sima _ SF 227.90 d Swissreal _ SF 79400 d UBS America Lotina _ SF 17400 d UBS America Lotina _ S 69.22 v d UBS America Lotina _ S 69.22 v d UBS Asia New Horizon _ SF 72.34 v d UBS Asia New Horizon _ S 72.34 v d UBS Small C Europe _ DM 110.10 v d UBS Small C Europe _ DM 110.10 v	m Prime Cooked Fund Ltd\$ 13,75 m Prime Fund\$ 13,75 of Profitent S.A
w Akort France % FF 4 d Indosuer Akoll Imagio Fd \$ d Indosuer Akoll Imagio Fd \$ BARQUE SCS ALLIANCE-CREDIT BAI (4122) 344-721, Geneve w Piekode North Am Equities .3 w Piekode Europe Equities Ecu	##45.4 d CS Tigur Fund	w GAM Wortswide. 3 62.37 w GAM Bond USS Ord. 5 144.20 w GAM Bond USS Special 5 174.80 w GAM Bond USS Special 5 174.80 w GAM Bond SF	MKey Hedge Fund Inc	at Winch. Global Heathcare	w SF En. K North Americo 5 w SF Eo. L. W. Burgon Ecs 15.74 w SF Eo. M. Pocific Bosin Y 1456 w SF Eo. P Growth Countries 3 17.74 w SF Eo. P Growth Countries 3 28.09 w SF Eo. R World Wide 3 15.22 w SF Short Terms 5 Fronce FF 15.6783	d UBS Port Inv SFR Inc	iv RAM Futures Fund Sloov
w Piejode Aslo Pacific Eq	96.21 d Bond Voico' Ves — \$ 173.61 186.77 d Bond Voico' Yes — Y 1866.18 185.64 d Bond Voico' Sibrifing — \$ 94.5 187.79 d Convert Voico' Sef — SF 183.8 182.41 d Convert Voico' Ves Dollar . \$ 184.8 184.64 d Convert Voico' Ves Dollar . \$ 184.8	w GSAM Composite	LEHMAN BROTHERS SUTJYM d Asien Drosen Port NV A\$ 9,79 d Asien Drosen Port NV B\$ 9,79 d Global Advisors II NV A\$ 10,30 d Global Advisors II NV B\$ 10,37 d Global Advisors Port NV A.\$ 16,22	OPPENHTEIMER & CO. INC Fds b Arbitrope International \$ 185.28 b Emery Miks Inf     \$ 197.42 b Emery Miks Inf     \$ 197.42 OPTIGEST LUXEMBOURG b Optigest GBM Fd-Fmd Inc_DM 157.775 OPTIMA FUND MARAGEMENT 77 Front St, Homiting, Bernade 807 975-868	SODITIC ASSET MANAGEMENT INC.   W SAM Brozil   S   120,57   W SAM Diversified   S   122,57   W SAM Diversified   S   115,50   W SAM Orock   S   115,50   W SAM Orock   S   171,46   W SAM Stronger   S   171,47   W SAM Stronger   S   172,57   W SAM STRONGER   W SAM STR	d UBS Port inv USS Cap GSF	## Selection Global Hedge Fd \$ #98,257 # Selective Fut. PM L. \$ 982,27 # Shinclof Mediffund Ltd \$ 765,25 # Sinclof Mediffund Ltd \$ 765,25 # Sund Fund Ltd \$ 1377,89 # Suffin Borney Writched Sec \$ 1377,89 # Sentith Borney Writched Sec \$ 295,81 ### Selection Se
w Pietode SF Reserve SF W Pietode FF Reserve FF BARCLAYS INTL FUND MANAGERS House Kong, Tel: (IS2) 201900 d Chino (PRC) 5 d House Kong S f Indonesia S	195.52 dCredis Band Fd Aust AAS d Credis Bend Fd Aust BAS d Credis Bend Fd Cant ACS d Credis Bend Fd Cant ACS d Credis Bend Fd Cant BCS d Credis Bend Fd DM ADM d Credis Bend Fd DM BDM d Credis Bend Fd DM BDM d Credis Bend Fd FAFF	w Troding Strutegic B	## Lehman Cyr Adv. A/B	w Options Emercial Fd Ltd. 3 10.57 . 10.57 . 5 17.26 w Options Fund. 5 17.26 w Options Global Fund. 5 17.26 w Options Global Fund. 5 12.73 w Options Particular Fd Ltd. 5 9.46 w Options Short Fand. 5 7.46 w Options Short Fand. 5 7.46	m Abrim SAM. S 194.65 w GSAM Composite	### UBS Port in Lit inc	m Spert Hedge Hist. 5 197.31 mSpirit Nautral Hid. 5 94.63 w Steinhardt O'seas Fd Life. 5 996.50 w Steinhardt Reidly Trust 5 875.56 w Strict Healthcare In Fd. 5 100.868 mStrider Fund 5 129.26 mStrider Gitthora I Hist. 5 107.56
d South East AsiaS BARING INTL FD MANGES (IRELAN	13.7% d Credit Bond Fd Fr B. Fr 22197881 25.79 d Credis Bond Fd Line A/B _ Lil 22197881 25.79 d Credis Bond Fd Disatos A/B-Plus 19961.81 26.722 d Credis Bond Fd USS B S 37.364 d Credis Bond Fd USS B S	# GAM (CH) Pacific SF 280.73  SEC REGISTERED FUNDS  135 East 57th Street, NY 19822,212-886-200  # GAM Extrape	W USD Money Market PdS VLSS w Indonesian Growth FdS Z371 or Asian Growth FundS A28 or Asian Warrant FundS LOTYD GEORGE MHEMAT (\$22) BIS 403 W Antenne FundS T.45 w LG Akine Smotler Cox Ed _S 18.532	ORBIT DA GROUP OF FORMS d Orbites Asia Pac Fel 5.406 d Orbites Can 8, into Tech Felt d Orbites Gib Discovery Fel. 5.1518 d Orbites Gib Discovery Fel. 5.77210 d Orbites Growth Fel. 5.77210 d Orbites Hooth 6.5 5.1049 d Orbites Jupon Smoh Cup Fels. 4.2553 d Orbites Noturol Res Fel C3. 12,5672	m SR International	d UBS MAN Invest-ES	d Sonset Global One
CSIB RECOGNIZED) IFSC MES Custom the Docks Dob. 4076 W High Yield Bond W High Sheld Bond FF SARING HPTL FD MNGRS (IRELAND) (INON SIB RECOGNIZED) W Austrolic W Jopon Technology S	2006   2007	w GAM North America	w LG Josep Form 1 1435 w LG Kores Fd Fic. 3 1635 w LG Kores Fd Fic. 3 1637 LLOYOS BANK INTL (BAHAMAS) Lid w Lloyds Americas Portfolic. 5 LOMBARD, ODIER & CIE - GROUP OBLIFLEX LTD (CI) d Mulficorreccy 3 24,07	PACTUAL  ### Company	w Svensko Sel. Pd MM-Mkt Sek 114.81 w Svensko Sel. Pd Nordic Sel. K 165.13 w Svensko Sel. Pd Pacif Sh. 3 7.79 w Svensko Sel. Pd Send Bds_Sek 1749.5 SWISS BANK CORP. ø SSC 100 Index Fund SP 771e,00 Ø SSC Equity PH Australia. AS 192.00	d UBS MM linest-BFR BF 27321.90 d UBS Short Term Imv-DM DAM 569.84 d UBS Bond Imv-SFR BF 101.25 y d UBS Bond Imv-SFR DAM DAM 104.06 y d UBS Bond Imv-USS S 93.67 y d UBS Bond Imv-FF FF 1067.81 y d UBS Bond Imv-FC S 1087.81 y d UBS Bond Imv-FC S 1087.81 y	## The Geo-Glabel Offstore \$ 95.50 d The Instit Mutti Audrison \$ 99.1125 ## The J Fund B.V.J. Ltd \$ 102.22 ## The Joseph Fund N.V \$ 49.72 d The M*A*R* Fd Store \ DA \$ 49.72 d The M*A*R* Fd Store \ DA \$ 299.95 d The Magus Eco Fd Ltd \$ 12.57 d The Magus Eco Fd Ltd \$ 12.72 at The Servicettes Fd Ltd \$ 87.725 at The Servicettes Fd Ltd \$ 87.725 m The Servicettes Fd Ltd \$ 87.725
w Octobus Fund5  w reportic Fund5  w international Boad5  w Europa Fund5	29.30 of CS Europo Bond B	GAAI TROI BOND DM ACC. DM 18425  GAAI TROID BOND DM ACC. DM 17422  IDF INVT AND DEVT FINANCING LTD  J DF GROOD ST. S.	d Dottor Madium Term \$ 24.34 d Dottor Long Term \$ 19.34 d Japanese Yen Y 494.38 d Japanese Yen Y 494.38 d Detar Florin I 7.77 d Detar Florin FI 18.51 d HY Euro Correncies Equ 15.34 S Wess Frome SF 11.30	d Purvest USA B	d SBC Benity Prif-Conada CS 21309 d SBC Equity Prif-Europe Ecu 109,00 d SBC Eq Prif-Netherlands Fi 371,00 d SBC Bond Prif-Austr'S A AS 91,10 d SBC Bond Prif-Austr'S A CS 102,24 d SBC Bond Prif-Austr'S A SS 114,74 d SBC Bond Prif-Cons B CS 114,74 d SBC Bond Prif-Cons B CS 124,97	### O USS Band Im+LR	# The Smart Bong Ltd
w Hong Kong	2585 d CS Guiden Bond B	W (J) Diversified Risk Adj\$ 11489   W (K) Inti Currency & Bond\$ 11148   W (K) Global Financia\$ 59.82   W (L) Global Financia\$ 59.82   W (L) Global Financia\$ 59.82   W (L) Global Financia\$ 14.99	### US Dollor Short Term	d Parvest Obi-Yeln 8	### SBC Bond PHI-DM A	d UBS Eq ImvS Cpp USAS	w Troca Global invi-Lind 3 19.42 of Trosacotife Fond V 19837.00 w Triality Futures Fd Ltd 3 94470 m Triality Futures Fd Ltd 3 94470 m Triality Futures Fd Ltd 3 771.00 m Triality Fd 5 471.80 d Turquote Found 5 471.80 d Turquote Found 5 149.37 w Tweedy Browns inti SFR 8F 34 m Tweedy Browns inti Total 2.20 m Tweedy Browns inti Total 3 2.20 m Tweedy Browns in Cl A 3 6 hearth First Id Ltd 3 1192.48
BCL CURRENCY FUND  19 SCL USD	815.0 d CS EMPAYON	GLOBAL FUTURES & OFTIONS SICAY  IN FIRM Int Bet Procedure CLF CLSF  GOLDMAIN SACHS  W 65 Adl Role Mart. Fd II3  W 65 World Role Mart. Fd II3  W 65 World Bond Fund\$  1824  W 65 World Income Fund\$  9.28	d Swiss Franc Short-Term_SF 188.59 d Concellan Dollar CS 15 d Durch Florin Multi F1 1455 d Swiss Franc Divid Pay SF 12.99 d CAD Melitar. Div CS 12.99 d Maditerronean Curr SF 12.60 d Convertibles SF 15.22 d Doubtchaus it Short Term DM 10.10	### Parvest S-1 Be PNS 8	## SBC Bond PH-FF B FF 668.R ## SBC Bond PH-FF B FF 668.R ## SBC Bond PH-FISA ## Phos ### ### ### ### ### ### ### ### ### #	WORLDFOLD MUTUAL FUNDS d Stolly Income	d Ubor-Harres Dollor 5 441954 d Ubor-Harres Dollor 3 441954 d Ullima Growth Fd Ltd 5 6,75 d Ullima Growth Fd Ltd 5 140,19 d Ulmbraito Pand Ltd 5 190,29 d Ulmbraito Fand Ltd 8 190,29 w Usi Bool Fand Bool 5 223122 w Usi Cool Fand 8 338374
# BDD USS CORN FRIS Ed. # BDD Ecv Cash Front Cosh Ed. # BDD Stelss Front Cosh SF # BDD Int. Bond Fund-US\$ S # BDD Int. Bond Fund-Ecv Ecv # # BDD N American Equity FdS S # BDD N American Equity FdS S # BDD Seprocen Equity FdG Ed.	681.09 d indexts CT	# GS Euro Smoll Cap Port	MAGNIMA FUNDS Inte of Neat THE 44-54 68 224 Fts. 44-54 68 234 W Modraum Fund	A Porvest USD Plus 6	d SBC MMF - AS. AS 46022 d SBC MMF - BFR	d Global Equities	W Uni-Gibi PS Systemotique _SF   105,45   105,45   105,45   106,75
m BDD Japan Fd	0701.72 d Court Termie ECUECD 20.19 995.31 MOSAIS d Actions lent DiversifteesFF 21.44 0792.35 d Actions lent DiversifteesFF 21.44 0792.35 d Actions ApplicatesY 1765.84 0792.35 d Actions ApplicatesY 121.	w Grootte Coulted Eautry\$ 0.8572 w Grontte Coulted Mortsoure_\$ 1.7902 w Grontte Global Debt. Ltd\$ 0.997 GT ASSET MANAGEMENT (IRELAND) LTD Tel: (44) 77-736 57 d GT Assen File A Shores\$ 77.99 d GT Assen File A Shores\$ 78.64	MAIN HTTERNATIONAL FUTURES  TAMHI LIMINE - Ordinary 3  TAMHI LIMINE - INCOME 5  TAMHI CHILD LIGHT - SPECIAL - 5  TAMHI GRI SERI LIGHT - SPECIAL - 5  TAMHI SPECIAL SPECIAL - 5	Finestment Hidgs N.V.   27/28	d SBC MARF FF FF FF FF FF 2794.34 (SBC MARF - LH 561790.90 g SBC MARF - Phos. Pho 38773.59 g SBC MARF - Schrifting AS 2009.67 g SBC MARF - Sherling S 2007.40 d SBC MARF - SF 600.34	Other Funds  w Addrospana Stav FF 46024  w Additioner Stav S 77281  w Additioner Stav S 861.39  w Additioner Stav FF 462.02	d Unico Equity Fund DAM 67.23 d Unico Inv. Fund DAM 57.20 w Uraus Int'l Ltd. \$ 4754.06 m Vulcourse Ecu 134.01 m Victor Fullutes Fund \$ 194.31
w Believest-Gebel	546.98 d Actions Esp. 6 Per* Pia 365.11 395.21 d Actions Esp. 6 Per* Litt 3794.53 d Actions Indianase Litt 3794.53 d Actions Sealer Portfoxe 5 35.44 d Actions Bossle Portfoxe 5 119.22 d Oblig Indianase College North-Americanes 5 2315.00 1146.29 d Oblig Japaneses 7 2315.00 1146.20 d	d GT Asio Fund 6 Shores	##### GRID Correndes 7091_3 6.09 ####################################	w P.C.F. Normwell (Luc)	g SBC MMF - Yen	w Activest init Sicry	w Vurture Lid
I right Cosh DM DM 2 I right Cosh DM DM 2 I right Cosh DM DM 2 I right Cosh USO S I I I right Cosh USO S I I I I REP MILL IT I NOVESTAKEN I INTER MILL IT I NOVESTAKEN I Cosh USO S I I I I I I I I I I I I I I I I I I	1994.74 d Oblig Françoises	d GT Berry Jopen Fd A Sh	m Atheno Gid Flooncids Inc. 5 9.4 m AHL Control Mids Fd. 3 11.54 m AHL Control Mids Fd. 3 11.54 m AHL Correccify Fund 5 7.41 m AHL Correccify Fund 5 7.41 m AHL Gid Real Time Trol 5 8.51 m AHL Gid Real Time Trol 5 8.51 m AHL Gid Cop Mark Lid. 5 9.54 m AHL Gid Cop Mark Lid. 5 9.55 10.50 m AHL Gid Commodities Ltd. 3 10.50	W P.U.F. Volbood DEM (Lux) DM 290.46 W P.U.F. Lux) S 99.57 W P.U.F. Model Fd Eco 116.76 W P.U.F. Picitis SF 423,69 W P.U.F. Rentovel SP	6 SBC GBJ-PH EQU YIG A ECU 114.15 6 SBC GBJ-PH EQU YIG B ECU 120.51 6 SBC GBJ-PH USD YIG A S 6 SBC GBJ-PH USD YIG B S 118.25 6 SBC GBJ-PH SF INC A SF 103.05 6 SBC GBJ-PH SF INC A SF 103.05 6 SBC GBJ-PH SF INC A SF 103.05	in Anno Investment 8 199.37 W Apulla International Fund 5 22.27 W Arabifa Investment 5 177.0 185.47 W Arabifa Fund Balanced 5 185.47 W Arabifa Fund Balanced 5 185.47 W Arabifa Fund Balanced 5 12.56 M Associated Investors 100 8 189.15	# WPG Forber O'ssos Port _ \$ 161,977   161,977
in Telecom Invest	790.0 CEPOT COMMERCIAL DE FRANCE CEPOT COMMERCIAL DE FRANCE FF 9138.71 d Effisces Montidite. FF 9138.71 d Som Acticos USD B	# GT Em Mkt Smoil Co A Sh. 3 # GT Em Mkt Smoil Co B Sh. 5 # GT Euro Smoil Co Fil A Sh. 3 # GT Euro Smoil Co Fil A Sh. 3 # GT Gth Fund Sh A. # GT Gth Fund Sh A. # GT Gth Fund Sh A.	on Mone Guarmateed 1996-150\$ 1.89 m Map Levroped Recov. Ltd. 5 10.63 m MAP Guarmateed 2006\$ 9.40 m MAP Gut 2011\$ 9.40 m MAP Gut 2011\$ 9.40 MAP TIME MANAGEMENT LTD MANAGEMENT	w P.T.F. Emery Mkts (Luc)	d SBC Glb-PHI Equinc A	w Athens Fund List \$91,2015 w ATO Nikkel Fund \$720,94 w Boxras Hedged Growth Fd .5 \$125,20 w Beckmon Int Cop Acc \$ 11,19 w BEA International List \$ 11,05 of Bilkuben-Morvel EEF Eco 100,70 on Bleemor Global Fd A Sh \$ 922,13 on Bleemor Global Fd B Sh \$ 933,04	Arts & Antiques Every Saturday
WELU ECU ECU INTER STRATEGIE S INTER STRATEGIE S INTER STRATEGIE S INTERIOR E	166.30 Tel 4-22 786 88 37 Fd SF 958.78 419.85 d Hentsch Treasury Fd SF 9725.17 d DH Melor Marten's Fund SF 9725.17 d DH Melor Marten's Fund SF 9725.27 d DH Menaturia Partitolio SF 9725.27 d DH Manaturia Partitolio SF 254.22 DISCOUNT BANK GROUP Reu	d GT Heaster Pathitisder A Stat 12,85 d GT Heaster Pathitisder B Sh3 12,17 d GT Jop OTC Stocks Fd A Stat 11,49 b GT Jop OTC Stocks Fd B Sh3 11,59 d GT Jop OTC Stocks Fd B Sh3 11,59	W MISTRING GIOL DERO SERIES 3 774.56 MARTHEWS INTERNATIONAL MGT EMERGING ASIAN STRATEGIES FUND MICROS A 197.75 MICROS B 197.25 PACIFIC CONV STRATEGIES FD LTD	COP P.O. Box 1700, Green Cryston Fox: (1007) 98-0793  ### Premier US Equity FundS 1700, 98  ### Premier Indi Eq FundS 1700, 98  ### Premier Global Bd FdS 170, 98  ### Premier Global Bd FdS 170, 98  #### Premier Global Bd FdS 170, 98  ###################################	SEC GRI-PHI DM Bod A/R_DM 180291 d SEC GRI-PHI ED Bod A/R_ED 180291 d SEC GRI-PHI SET Bod A/R_ED 180496 d SEC GRI-PHI SET BOD A/R_SF 1805,38 d SEC GRI-PHI USS BOD A/R_SF 1805,38 d SEC DYN Floor CHF USS F 1805,38 d SEC DYN Floor USD Y3 74,66	as Becmer Global FG Cormos 3 24.59 W Broz International FF 641.48 d C.C.i.L. S 50.59 m Collecto Leverage Fd Ltd. S 2463.09 m Copital Assured India Fd. S 0.58 d CB Garman Indiax Fund. DM 140.04 ly Cantral & Ecolorin Europe	Contact Fred Ronan Tel.; (33 1) 46 37 93 91
W Americane du Nord	SRI,80	w GT Lotin America A	micross A 5 70,87 d Closs B 5 70,57 MAYERICK (Cayman),(207) 915-792 MAYERICK (Cayman),(207) 915-792 MACKINLEY CAPITAL PARTHERS, LTD 20 The Consult Food Ltd 5 70,00 70 The Dountless Fd U.M 5 122.29 MAEESPH ERSON	m Private Total Return Fd	d America/valor 334,51 d Angie/valor 1 214,58 d AsicPortfolio 5 47724 d Canvert Bood Selection 578 d D-Mark Bond Selection 578 d Dollar Bond Selection 578 d Soulow Bond Selection 578	### Object   Fund   \$ 19729   ### Object   Fund   \$ 19729   ### Object   Fund   \$ 1833.61   ### Object   Fund   \$ 1833.61   ### Object   Fund   \$ 1933.61   #### Object   Fund   \$ 1933.61   #### Object   Fund   \$ 1933.61   #### Object   Fund   \$ 1933.61   ####################################	(33 1) 46 37 93 70 or your nearest IHT office
by Switsshard Chil SF d Europe ECU A (Div) ECU 13	193.4 DIT INVESTMENT DAM 58.40 7.5122 d Concentro + DM 58.40 7.5123 d Inff Rententand + DM 63.55 8.5932 DRESDMER INFT. MONT SERVICES  Illino; BF - Belsium Franc; Cs - Conadian Dallar; DM - DL Luxembert Franc; p - serice; Pto - Pesetas; 3GS - Singuith regulatory outhority.	r GT Tachpology Fund A Sh_S 62.79	Rokin 55. 1912kit. Amsterdam (20-6211189) w Asia Poc. Grewth Fd NLV\$ 36.21	GUANTUM GROUP OF FUNOS W Asian Development		m CAL Strategic Bd Pd Lide 100.18 100.18 m CAL Strategic Bd Pd Lide 100.18 100.18 m CAL Strategic Bd Pd Lide 100.18 100.18 100.18 m CAL Strategic Bd Pd Lide 100.18 100.18 100.18 100.18 100.18 100.18 100.18 100.18 100.18	or representative
missepret cortier; x - not repistered wit	IB (SQUEDUCTY COURSE ***)			·			

# **SPORTS**

## **Baseball Mediator Buys** Time From Both Sides

By Murray Chass New York Times Service LEESBURG, Virginia -

The mediator whom the Clinton administration sent to save major league baseball from itself is viewed by labor negotiators as a master of good timing, and Bill Usery Jr. has put that talent to use.

At his urging, the owners' negotiating team has agreed to postpone a meeting scheduled for Monday in Chicago, where the owners had been expected to declare an impasse in negotiations and implement their salary-cap proposal.
"I've asked the owners to put

off the meeting, and they've agreed to do that," Usery said a little more than six hours after the two sides began meeting here, outside Washington.

"I've asked the owners to withdraw the threat of implementation and they've agreed to do that," he said. "It's in everybody's interest to change those deadlines and continue negotiating."

At the same time Usery was persuading the owners to postpone implementation, he was pushing the players' negotiators to develop a counterproposal at the union's executive board meeting in Atlanta next week. "It's our intention to come out with one." Donald Fehr, the

players' labor leader, said. "I can't say more than that." The two sides agreed to meet Dec. 9 in Rye Brook, New

York. John Harrington of the Boston Red Sox, who is the owners' chief labor spokesman. said they would also meet Dec. 15 or 16 at a site to be deter-

A key element of Usery's success was inducing the owners to agree to postponement without a guarantee of a new proposal from the players.

The agreement also involves postponing the Dec. 7 deadline

for clubs to offer salary arbitration to their free agents. The two sides agreed to put off that deadline until Dec. 17. After that date, unsigned players would be able to consider

changing teams. The deadline

for response from players who

receive offers was postponed from Dec. 19 to Dec. 23. The postponements could not be taken as signs of progress, but as an effort to keep the talks going without disruptive

"If there is a window, both sides found a way to keep it open a lew days more, and that's very important," Lauren Rich, a union lawyer, said. A 10-day delay in the owners'

meeting would be enough time for the players to formulate and present a counterproposal and for the owners to decide if the approach is worth pursuing. If they saw no promise in the proposal, the owners would tion of 24 for each of the 26 presumably implement a salary cap at their rescheduled meet-

discussed. That's the date by which clubs must tender contracts to the approximately 900 players who are not signed for 1995. Neither side apparently wants to change that deadline. As the National Hockey

A Dec. 20 deadline was not

League lockout entered its third month, a crucial collective bargaining session began Thursday in Chicago, with the players to present a counterproposal on three of the most critical issues in that labor dispute. The Washington Post reported.

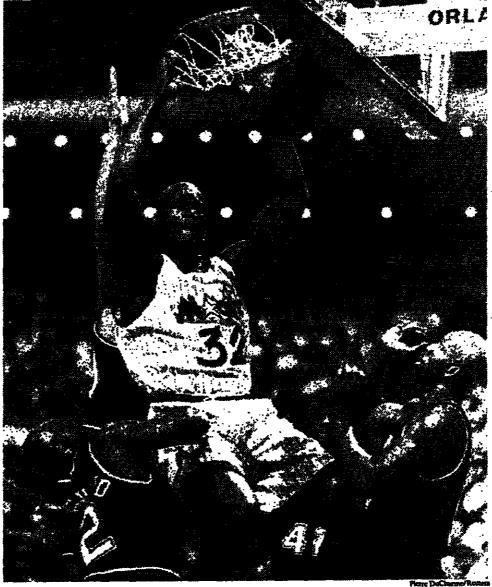
As one neutral source said, "If owners walk away from this, there will be no season. The parties last met in Bos-

ton on Saturday, at which time the NHL Players' Association broke off the bargaining session after a half-hour, saying it needed more time. Some on both sides were irked at the time, but after five days, the union had formulated a package that ad-dresses a rookie salary cap, salary arbitration and free agency. The negotiators had reserved

room space in a Chicago hotel for three days. Both sides seemed agreed that these meetings are pivotal.
The owners' lockout has forced a work stoppage that was now in its 62d day. The schedule is already down to 60 games, following the cancella-

teams. Owners have said they

will accept no less than a 50-



Shaquille O'Neal, making the Kings' Mitch Richmond (left) and Olden Polynice duck with a dunk, scored the Magic's first 13 points, finishing with 41 in the 114-107 victory.

## ORLI The Magic Touch Points to Title Shot

The Orlando Magic are look-ing every bit like the title contenders they were projected to be at the start of the National Basketball Association season.

A 114-107 victory over the Sacramento Kings on Wednesday night gave Orlando its trip. eighth consecutive victory, a record for the fifth-year franchise, and the best record in the league at 10-2.
"How you start is important,

but how you finish means more," Magic's coach, Brian Hill, said.

Shaquille O'Neal led the way with 41 points, while Anfernee Hardaway added 23 and Nick Anderson 22.

The Magic haven't lost since Nov. 10, when the New York Knicks beat them, 101-99, in Madison Square Garden on a late jumper by Patrick Ewing. They have a chance to turn around that defeat on Friday, when the Eastern Conference

champs come to town. "We look at them as a team that was in the finals last year and who won our division," Hill said. "We know if we are going to be a real good team, we are going to have to go through New York."

O'Neal scored the Magic's first 13 points and finished the first period with 17 on 7-for-8 shooting. Then Anderson scored 16, with four 3-pointers, in the second quarter to give Orlando a 66-52 halftime lead.

Cavaliers 117, Lakers 79:

Seven Cleveland players scored in double figures as Los Ange-les was handed one of its most lopsided defeats ever.

The loss ended the Lakers' five-game winning streak and,

Bulls 118, Suns 105: Scottle Pippen did it all for Chicago, getting 35 points, 9 rebounds, & assists and 5 steals while help-

#### **NBA HIGHLIGHTS**

ing keep Charles Barkley in check in the second half. Pippen's 13-for-17 shooting helped the Bulls withstand a late surge to end the Suns' fourgame winning streak.

Barkley, making just his second start of the season, led the visiting Suns with 22 points. SuperSonics 109, Spurs 100: Seattle got 21 points from Gary Payton and 18 off the bench 1.

from Sam Perkins to help over-

come David Robinson's 42 points for San Antonio. In reaching a season high, Robinson made 15 of 20 shots from the field, 12 of 14 free throws and had 9 rebounds.

Celtics 118, Pistons 115; A season-high 37 points by De-troit's Terry Mills and a flurry of 3-pointers down the stretch

weren't enough to beat Boston. Dino Radja had 26 points and 12 rebounds at Boston Garden. Rick Fox added a season-

## 2 Would-Be Spoilers Give Big Guys Their Best Shots, but Narrowly Miss

The Associated Press

Ohio University and Wisconsin-Green Bay were good enough last season to make a little noise in the NCAA tour-

They were almost good enough Wednesday night to knock off two of this season's best college basketball teams. Ohio, concluding a two-week road trip that included a championship in the Preseason NIT,

used a furious late second-half

run to pressure No. 3 Kentucky before losing, 79-74. "Ohio U. is a great basketball team," Kentucky's coach, Rick Pitino, said. "They have Final

Four potential." The Wildcats held Ohio's keep Ohio from tying it. best player, Gary Trent, well below his season averages, yet still couldn't shake the Bobcats (4-1), who lost a close game to Indiana in last season's NCAA tournament

and California in the NCAA tourney before barely losing to Syracuse, dropped a 61-57 deci-

sion to No. 13 Wisconsin. The near-misses by Kentucky (2-0) and Wisconsin (2-0) were

COLLEGE HIGHLIGHTS the only close games in the top

In Lexington, Kentucky, the Bobcats went on a 14-2 run to close to 66-64 with 3:20 left to play, but Rodrick Rhodes sank in the final three minutes to

Tony Delk and Walter points apiece, while Mark Pope got 11 points and 11 rebounds.

Trent, averaging 25.8 points

To our readers in Berlin You can now receive the IHT

hand delivered to your home or office

every morning on the day of publication. Just call us toll free at 0130 84 85 85

Wisconsin-Green Bay (0-3), and 14.5 rebounds, had 21 which knocked off Jason Kidd points and 10 rebounds, but points and 10 rebounds, but made only six of 17 shots. "We're really fatigued," Ohio's coach, Larry Hunter,

said. "The last two weeks we've been on the road. I think our guys really sucked it up."

In Madison, Wisconsin, center Rashard Griffith scored 21

The state of the st guys really sucked it up."

In Madison, Wisconsin, center Rashard Griffith scored 21

points in 9-for-13 shooting as the smaller Phoenix had trouble guarding him.
Griffith's basket with 4:12 left put Wisconsin on top. 58-45, before the Phoenix used a believer 10-0 run to close to 58-55 with a

minute left. But Sean Daughera free throw and short jumper ty's two free throws with 24 Plan seconds left were the last points
for Green Ray.

The state of the last points of the state of t for Green Bay.

No. 9 Arizona 78, No. 17

Golden Stott
LA Lotters
Portland Michigan 57: In Auburn Hills, Socremento Michigan, the inaugural Great WEDNESDAY'S RESULTS
Detroit 28 26 22 39--115
Bosten 38 47 38 22--116
D: Mills 14-245-5 37, Hills-173-4 79, B: Roofe
11-17-44 26, Fox 8-18 5-7 21, Rebounds—Detroit
42 (Miller 15), Bosten 38 (Roofic 12), Assists—Chebril 31 (Miller 15) Eight tourney ended with a perrett

great letdown for Michigan. Arizona (3-1) had a 20-3 run before the Wolverines (2-2) made their first field goal of the second half, more than 71/2 minutes in. By that time, it was 52-34, and Michigan never got closer than 13 the rest of the

**SCOREBOARD** 

RASTERN CONFERENCE

WESTERN CONFERENCE Midwest Division

Detroit 31 (Dumors 9), Boston 30 (Wesley 12). Socramento 23 29 23 33—167

Decrement of (Dumors 7), Boston 39 (Wesley 12).
Socrameste 23 25 23 32—199
Orismete 25 47 32 14—114
St. B. Gront 8-14 3-5 19, Richment 3-16 24 22.
Or Anderson 8-10 24 22. O'Need 19-25 5-12 41,
Hordoway 6-13 11-14 23. Rebesses—Socramento 52 (18, Gront 8), Oriondo 31 (14, Gront 11). Assistis—Socramento 22 (14, Gront 11). Assistis—Socramento 22 (14, Gront 11).

-Socramento 23 (Hurley 6), Or

Chartelin 39 32 27 14—17
Chartelin 34 32 27 14—185
M: Willis 5-9 4-6 14, Miret 6-10 0-0 1-4, C:
Johnson 10-14 3-3 22, Mourning 7-17 4-8 30, ReJounds—Milard 39 (Willis 4), Charteline 47
(Johnson 10), Assists—Marni 26 (Coles 9),
Charteline 28 (Bagues 11),
LA Larkers 29 29 32 32—17
Cleveland 28 39 29 32 32—17
Cleveland 29 39 32 32—17
Cleveland 41, Van Espel 4-12 4-4 13, Campbell 6-7 4-4 14, Rehousts—Los Angeles 13 (Van Exel 4), Chartelond 34
(Price, Brandon, T. Campbell 5),
Phoesix 32 39 39—185
Chicago 37 32 23 39—185
Chicago 37 38 23 39—185
Chicago 39 (Pippen 13-17 5-7 35 Kukoc 6-13 2-4 19, Rehousds—Pricenix 22 (Green 31, Chicago 39
(Pippen 3), Assists—Phoenix 22 (Malerie 6),
Chicago 39 (Pippen, Myers 6),
Cen Assists—Phoenix 27 (Malerie 6),
Chicago 39 (Pippen, Myers 6),
Cen Assists—Phoenix 27 (Malerie 6),
Chicago 39 (Pippen, Myers 6),
Cen Assists—San 20 37 37 37 37 38 38

Cracoso di Pripera Invers 5). Sen Antosio 22 36 27 35—168 Sentite 22 36 27 35—168 S: Robinson 15-20 12-14 42, Del Negros-17-3-3 19. S: Prayton P-17-3-3 21, Parisins 6-1) 2-2 13. Rebounds—Son Andonin 52 (Reid 13). Sentite 42 (Schremer) 73. Assista—Son Antople 19 (A. Johnson 9). Sentite 23 (Poyton 6).

## Top 25 College Results

Calif. Saturday: 4 Arkennes (2-1) beaf Jackson State 193-67. Next: vs. Centenary, Tues-

57, Next: vs. Florida State. Tuesday. T3, Mext: vs. Florida State. Tuesday. T3, Wisconsin. C40) beaf Wisconsin-Boy 61-57. Next: vs. 7 state Tech. Satural Objective vs. VC. Irvine at lowe City. 74. Next: vs. VC. Irvine at lowe City. GO. (2-2) lost to No. 9 Art

### Other Major College Scores

Perm \$1, 76, Duquesne 69
Princeton 76, Latavetta 52
Rhode Island 76, Northeash ncis. Po. 52. Bucknell 45

Alcorn St. 115, Jorvis Christion BS Appalachion St. 12, Cotwide 69 Auturn 60, Ala-Birmispian St. Edward Walers St. Beffune-Code Grambine St. 71, Ark-Piee Blaff Heasted U. 50, Ark-Piee Blaff Jocksonville 89, Shelson 77
Micral 66, Robert Morris 51
Miss. Valley St. 99, Tellodeso
Murray St. 138, Completisvill
N. Corollino St. 99, Rediord 66
Vo. Commonwealth 62, Libert
Versibelth St. Tenestree Tere

Poirleigh Dictinson 64, Wright St. 62 love St. 97, Fiorleigh Toch 65 Marquette 52, Ohio St. 70 Marahall 57, Cett. Michigan 86 Missayri 69, Purdue 6 W. Illinois 77, Doylan 78 W. Alichigan 64, E. Illinois 58 Xoylar, Ohio 89, Alichigan 64, C. Illinois 77 Youngstown St. 39, Willindington, Ohio 70 Youngstown St. 39, Willindington, Ohio 90,00174/99557 SOUTHWEST Okiohoma 99, UC Irvine 77

Long Beach St. 71, Defroit 64 Son Diego 87. Cal Poly-SLO 71

### SOCCER

Fourth Round
Aramol 2. Sheffold Wednesday 9
Blockburn 1. Liverpool 3
Crystol Police 4. Asten Ville 1 T City L Ne

CALVIN AND HOBBES

Swindon 2, Derby 1
West Ham 1, Bolton 3
BUTCH CUP
Den Hoog & Bredo 2
Hilmegen 0, Alox Amsterdom 3
Wiltern II Tilbury 1, Fevenoord Rotterdom Won 2-7 on penel
Heracles Almelo 2, Sportal Rotterdom
PC Utrecht 1, PC Twente Enschede 1
Alox Amsterdom 2, Dominacht 2
Alox Amsterdom 2, Dominacht 2 Alax Amsterdom 2, Dondrecht 0 PSV Eindhoven 8, SC Heerenveer

ITALIAN CUP erfertings. First Les Quarterflucts. First Lag a 2, Florentino 0 1, Paggia 0 INTERCONTINENTAL CUP Volez Sorsfield (Arpenting) 2 AC Milon & INTERNATIONAL PRIEMDLY

#### CRICKET

OMB-DAY MATCH Nobel vs. Sri Looks je Pistermerikburg, S. Wednesday in Pietermortizbury, 5. 5rl Lonko Innings: 2004 (50 svers) Notel Innings: 2044 (47.3 avers) icial was by six wickels.

## **TRANSITIONS**

Notional Leapse
ATLANTA—Sent Jerry Koller, Mott Missroy and Srion Bort, pitchers, and Troy
Hughes, autifielder, to Richmond, IL.
CHICAGO—Named Jimony Piersall rovins
minor-leapse autifield instructor: Morty DeMarrit pitchine coach of Orlando, SLJ Dave

of Williamsport, NY-PL; and Sandy Alomor, manager and Oscar Accels Pitching coach of

COLORADO—Brod Mills inconser? Fronk, Fuck, pitching conch; and Ames Offs, hitting instructor, at Calorado Serings. AA: will re-turin, Puf Greg Harris, pitcher, an wolvers for purpose of giving his unconditional release. LOS ANGELES—Sent Mike Basch. 127 Someman, outright ha Albuquerque.PCL: Pur Jerry Brooks, calcing-outfielder, on wolver? to give him his unconditional release. Agreed to severe with Define Deshiates. 28 Agreed to severe with Define Deshiates. 28 Agreed NEW YORK—Acquired Carl Evetett, out fielder, from Flankie for Quilvio Yeros, 20 begennen; and Doue Heary, sitcher, from Mil

Fielder, from Fierkig for Guilfvis Veres, 20 benemen; and Doue Hearty, siftcher, from Milwoukes for two players to be named.

ST, LOUIS—Associated Roman Corobolic, lifeliaty, from Atlanta for player to be named and casigned him to Louisville AA. Named Gebries Kissell senior field coordinator; Mark De.Jeffy raving coordinator; Rick Mohier pitchine of the following the control of the province of the province of the player of the player of the player. royang contractor; your recommendation continues of the description of the property of the second property of the

BASKETBALL

FOOTBALL Netland Feethall League NFL—Suspendet Frank Wycheck, Wash-agtas Rethicks fullback for remaining four omes of season willbast pay for using anabo-

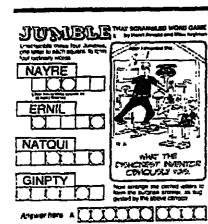
CINCINNATI-Put Louis Oliver, sufety, og

DALLAS—Released Joe F Signed Blair Thomas, running ren Studstill, defensive back GREEN BAY—Signed Joe receiver, to practice squad. KANSAS CITY—Put Victor Jones, full

### **DENNIS THE MENACE**



"WHAT'S GOD GONNA DO



Armbies GUELIE PRIPER TURGIO MCZZLE HOME THE COMES STOD CHANGE

It's never been easier to subscribe and save with our new toll free Just coll us today at 05-437-437

To our readers in France

#### **PEANUTS**

GARFIELD

BEETLE BAILEY

**DOONESBURY** 

SO WHAT, DOES THE NEWT-MAIN HAVE TO SAY ABOUT THE DISTAR-ITY BETWEEN HIS PROPERSIED.

IF IT WEREN'T FOR THE POTATO FAMINE

IN IRELAND IN 1845, JOHN F. KENNEDY

MIGHT NEVER HAVE BEEN OUR PRESIDENT

LICE LICEL 12-2

WHEN I PERED HIM IN A: EXCLUSIVE INTERVIEW

OUTSIDE HIS OFFICE, THIS WIS HIS RESPONSE ...



I LOVE THE RULES! YOU CAN'T PLAY A GAME UNLESS YOU KNOW THE RULES









HEY! STOP ENJOYING THAT!

AND HERE'S HENT

ONLY YOU COULD TURN THIS INTO

AN EDUCATIONAL EXPERIENCE





















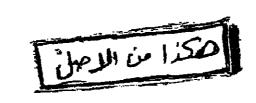


#### THE FAR SIDE



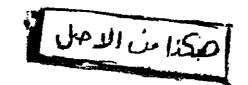






LATER WHEN I CALLED TO

OSK HIM PROUT THE ETHICS



# SPORTS



# Italian Soccer's Ultra Right: A Great Wrong

By Ken Shulman Special to the Herald Tribune

FLORENCE — I am a journalist. Call

me a Jew. Ignore the non sequitor. The Drughi certainly did. "Crosetti, you are the head of the Jews," the ultra-right fan club of Turin's Juventus soccer team chanted during the recent UEFA Cup match against Admira Wacker in Vienna. Never mind that the Drughi don't even know what a Jew is, except that he is the enemy. "Crosetti, you are the head of the Jews."

Who is Crosetti, and what had he done to draw the Drughi's ire? Maurizio Crosetti is a journalist for the Italian daily La Repubblica, who happens not to be Jewish, but who wrote an article in which he demonstrated that the Juventus club had, in the past, helped to pay the travel expenses of the Drughi during an away match in European club competition. A treasonous act, at least in the eyes of the Drughi, who take their name from the violent gang in Anthony Burgess' novel "A Clockwork Orange." And who, unfortunately, are not Italy's only extremist soccer fan club.

It has nothing to do with soccer.

Every Sunday, for years, there have been scuffles, attacks, arrests, injuries, and sometimes deaths in the country's stadiums. Automobiles, storefronts and other property are systematically destroyed. Hatchets, clubs, knives and guns are regularly confiscated by police at the stadium gates. Some of the weapons get through, into the stands.

AC Milan defender Alessandro

Costacurta fouled forward Omar Andres Asad in the box, which led

and a 1-0 lead in the 50th minute

the Intercontinental Cup, 2-0, in

pass by Milan's Franco Baresia.

Two weeks ago, in an well-armed and

organized attack, a group of AS Roma ultras charged off a team bus in Brescia and tried to break through a police cordon to get at the Brescia fans. Giovanni Selmin. the city's 50-year-old vice-chief of police, was stabbed, and nearly killed, by a group of some 15 fans wearing scarves over their faces. "I have directed swat teams for years in Milan and Catania," said Selmin after the emergency surgery that saved his life. "And in all my experience I have never seen such a quantity of gratuitous vio-

A swastika here and there is harmless. The ultra fans are neither gentle, tame

#### **NEWS ANALYSIS**

nor meek. They arrive in their special trains, march through the stations, squares, and city streets in military formation. I have seen their shaved heads and skin tight ieans, have seen them raise their arms in the Nazi salute, Celtic crosses and swastikas on bands around their biceps. I have seen them and I have been afraid.

Today, the country expresses shock that two of the five Roman men arrested for the attack at Brescia have documented ties to outlawed neo-fascist, racist groups. And that there is an undeniable right-wing extremist matrix in the ultras' stadium assaults. The country is startled that its stadiums are full of fascists. How, I ask, can this possibly be considered a surprise?

The clubs cannot be held responsible. To be fair, many of the clubs have taken at least cursory steps to divorce themselves

REAL ESTATE

FOR SALE

USA RESIDENTIAL

100 United Nations Plaza

Riverfront

FRIENDSHIP

In the 1980s, the former president of Juventus, Giampiero Boniperti, unilaterally dissolved all that team's ultra fan clubs whose names connoted violence. AS Roma's president, Franco Sensi, has discontickets to the Opposta Fazione ultra group, and of subsidizing its transportation for away matches. Lazio's president, Dino Zoff, has done the same with his club in

But years of tolerance, by the clubs, the Italian Soccer Federation, and the Professional League, which regulates club teams, have allowed the ultra groups to establish deep roots. The assault in Brescia appears to be the first in a series of actions planned by the ultras to force Juventus into restoring their privileges. Either you help us out, or we will sow terror, their gesture seems to say. "I have the sensation that we are listing towards death," the Italian Olympic Committee president, Mario Pescante, said this week. He added, speaking of his city's teams, "The Roman clubs are blackmailed by their extremist fans. We are not talking about hooligans here, but a massive presence of violence in the stadiums

Taking drastic measures would be playing into the extremists' hands.

A Sunday in Italy without soccer is not imaginable, but is one of the solutions proposed by legislators, a break of a week or so to, supposedly, allow passions to cool. Another proposal is to play matches deemed "at risk" behind closed stadium gates. Has it come to this? In a country

from their most ardent, violent followers. fortunate enough to have seen the tragic glory of Giancarlo Antognoni, the light-footed ballet of Michel Platini and the feral fury of Diego Armando Maradona? Must it turn its back on such sunlit beauty? Yet what else can be done. Fernando

tinued that club's practice of issuing free Masone, chief of the national police, suggests that a more efficient system is needed to keep undesirable elements away from the stadiums. Wonderful. Now all we need to do is tell the cat.

> The stadiums merely reflects society. If this is true, as the apologists say, that the percentage of right-wing ultras at the stadiums is the same as the percentage of right-wing extremists in the Italian population. What is more relevant, and far more worrisome, is that this percentage is growing, and rapidly, both inside the stadiums and out. And that those who dare speak up or write about it are insulted with impunity. The Juventus club still has not issued an apology to Crosetti. Furthermore, on Monday, during a televised sports talk show, the team's vice president, Roberto Bettega, admonished an overly aggressive interlocutor with the warning that the club "kept a dossier of what was being written

> In Italy, today, to be a journalist, even a sports journalist, is to be the enemy. I am a ournalist. Call me a Jew.

Ken Shulman is freelance journalist who has lived in Italy for 12 years and has reported on a wide range of subjects, including soccer.

# 'Individual Acts'

Compiled by Our Staff From Dispatche.

BEUING — China sought Thursday to distance itself from its 11 athletes who tested positive for drug use at October's Asian Games in Hiroshima.
"This is an act by individuals," the For-

eign Ministry spokesman, Chen Jian, said at a weekly briefing.

Adding that Chinese authorities prac-

tice "strict prohibition, strict testing and strict punishment" of drug use, Chen reiting performances of its athletes was the result of hard, scientific training. Their performance cannot be denied," he said.

China's Olympic Committee has launched an official inquiry after being formally notified that the 11 had failed drugs tests, the Chinese Sports Daily said. The Japanese newspaper Yomiuri Shim-bun on Thursday identified the 11 Chinese

athletes, seven of them swimmers, as including Yang Aihua, who won the women's 400-meter freestyle at the World Championships in Rome in September, and Lu Bin, who won four gold medals at the Asian Games and set a world record in the women's 200-meter individual medley.

The other swimmers were 400-meter freestyle champion Zhou Guanbin; Xiong Guoming, who won four golds; 50 free-style titlist Hu Bin; 200 butterfly winner Xue Wei; and Fu Yong, a bronze medalist. Germany's swimming federation said

Wednesday that it would boycott the World Cup meet in Beijing and other events in China. But Chinese sports officials said Thursday were are no plans for a World Cup competition in Beijing because the Chinese Swimming Association has been unable to raise funds for the event.

"We never even sent out any invitations," said an official who answered the phone at the association's offices.

## China on Drug Use: Edberg-Volkov Match to Open Davis Cup's Final in Moscow

Compiled by Our Staff From Dispatches MOSCOW - Stefan Edberg will lead off Sweden's campaign to win its fifth key to Russia's bid. Davis Cup title when he faces Alexander Ranked No. 11. Volkov of Russia in Friday's opening

match of the final. Edberg, ranked No. 7 in the world, will years, but it will be the first for Volkov and semifinal victory over the United States. teammate Yevgeni Kafelnikov.

### SIDELINES

## Pettengill Leads in BOC

CAPE TOWN (AP) - The American yachtsman Steve Pettengill had taken a narrow lead Thursday in the second leg of the BOC Challenge around-the-world

pacht race, organizers reported.

Pettengill, who finished second in the first leg of the race, from Charleston, South Carolina, to Cape Town, had gained a two-mile (3.2-kilometer) lead on Christian tophe Auguin of France. Jean Luc van den Heede of France was close behind in third place, while the winner of the first leg, France's Isabelle Autissier, was fourth.

#### For the Record

Paul Merson, the England international who has admitted using cocaine, will be suspended from the Premier League while he undergoes a drug rehabilitation program, soccer officials said.

CROSSWORD

space, 1985

DOWN

2 Small round

3 Novelist Tillie

4 Relax, literally

s '75 U.S. Open winner Manue

s Snookums

7 Computer

command

g Do business

9 Hair-raiser? 10 Become angry.

11 Mr. Magwitch of

Expectations\*

literally

"Great

12 Crank (up)

13 Spruce

21 They're

window

4 Rattles

Larsson for Friday's second singles match at Moscow's Olympic Stadium and will the

Ranked No. 11, Kafelnikov has won seven straight Davis Cup matches since losing in his debut to Germany's Michael Stich in March 1993. He is favored in his be appearing in his seventh final in 11 match, although Larsson was hero of the

The 27-year-old Volkov, who won last month's Kremlin Cup tournament in Moscow, has played the 28-year-old Edberg five times, with Edberg winning three of the matches. "Frankly, we would have preferred for

Kafelnikov to play Larsson in the first match," the Russian team captain, Vadim Borisov, said after Thursday's draw. Volkov was more sanguine, saying, "I've

played Edberg many times and I'm very excited, but it does not add to the pres-

Sweden, with Jonas Bjorkman and Jan Apell, should have the edge in Saturday's doubles match. They are the world's No. I ranked doubles team and last week won the ATP world title in Jakarta. They will face Kafelnikov and Andrei Olhovskiy.

On Sunday, Kafelnikov plays Edberg in their third meeting; so far they're tied at 1-1. Volkov plays Larsson, whom he has defeated in their only previous match.

Sweden beat Denmark and France before knocking out the United States; Russia defeated last year's finalist Australia, then the Czech Republic and Germany.

Sweden leads Russia, 2-0, in Davis Cup

competition, but the two have not faced each other since 1982. Russia hopes to become the first unseeded team to win the title; it is only the seventh to reach the (AP, Reuters)

### REAL ESTATE MARKETPLACE

	<u> </u>	
E ADDISON OF BOCA RATON floride Lustry Oceanfron Condo. 2800 of Eving Space, 3 bedroom/3 1/2 ooth, Eichard Kleez (305)570-3950 USA	MOVING TO CENTRAL LONDON? I Bedroom flot to let in St. Johns Wood. Nicely furnished. Great location. Only £75U/month. Call owner in NY 212- 7894157 work, 212-7557421 home.	PARIS 5th 2-room of Entry, kitche Tall: Ow
REAL ESTATE INVESTMENTS	LONDON - GROVENOR SQUARE, 1st floor secury flot £340.00 per week. Tet: +44 81 672 4501	CHRISTMAS
CCELENT INVESTMENT Buy a lot in urary Brazil. Fast expording lourist area near beach, \$5 tan good road from lart arror, LUSS4 per sam. 79 same to for USS3,000. Box 3725, IJ-LT 72521 Neully Cadex, France or frar Lecano Carollante (\$3, 85 261 3100	HOLLAND	in Paris? Not, fully fo
	Are you looking for fully/portly furnished quality accommodation ? Call ROSS-VAST Assertion + 31 20 639 11 49	Available is 8 weeks of butes. Tel- or 1-44 26

REAL ESTATE SERVICES CENES D'INTERIEUR: Baroqu reodassicol & colonal decorate

Exclusively through: Elayne Gelber, V.P. Tel: 712-326-0339 Fax: 212-688-9434 TO RENT/SHARE PARIS AREA FURNISHED GREENTHAL RESIDENTIAL FRENCH PROVINCES TOWNHOUSE NEAR GENEVA, on on 18-hole galf course, view of the lake and Geneva. 218 sq.m., 4 bedroom, 3 bathroom, large living room, fully equipped latchen, small private gar-den, 2 garages. Free French Zone. Reath. FFI JOD + charges. Tel. & Fox (+41-22) 731-2224 New Jersey 15 Min. to NYC Come Directly to The GALAXY 7000 Btvd. E. Gutenberg-Lower Mod Terms. h & Outdoor Pools, Club 1-2 & 3 Bedrooms & Penthouses

REAL ESTATE

TALS \$1200-\$4000 S \$90,000-\$565,000 CORPORATE RELOCATION GREAT BRITAIN

Short and Long Term Rantels. American Express Welcomed. Tet: (44) 71 636 6899 Fez: (44) 71 636 6855

terdam +31 10 476 2323

**Embassy Service** YOUR REAL ESTATE AGENT IN PARIS

Tel: (1) 47.20.30.05 **IDEAL ACCOMMODATION** TOP QUALITY - great cord

PITALE . PARTNERS Hondpicked quolay oportments, all sizes. Paris and suburbs. Fel 1–4614 8211. Fex 1–4772 3096

ARC MONCEAU. Totally renovated 80 sq.m. triplex, bedroom, mezzame, 2 boths, on quet courryard, fully expurped. F15,000 + withes. Direct owner. Tet. (1) 40 55 91 98 LA.INT'L WELCOMES YOU TO PARIS B.A.B.T. WELCOMES YOU TO PARIS
If you reed on opartment or a house
in hars/lie de France, just let us know!
Tet (1) 40 84 72 37 fox (1) 40 84 0.48

BASTRUE AREA, 11th. Luving + 1
bedoom, litchen, shower room, fireplace, quiel, surry, charm. F4 8000/mo.
net. Tet. Owner (1) 43 73 26 42

6th, ODEON, shudio. ped a terre,
chorocter, colim. 1 month & more F150
per day with charges. Tel 1-4634 1899

LATIN QUARTER, deligant 2-room Rot,

LATIN QUARTER, elegant 2-room flot, newly redone. F8,300/mo. 3 morths minimum. Owner Tel: 1-43 25 15 34. BOULOGNE, METRO Marcal Samber 2 rooms, oil comforts, 50 sq.m F6,000 net. Tel. (1) 45 32 32 00. 5th, 100 sq.ra., 25 bedrooms with

or long term. Tel/Fax: 1-43 25 85 92. MARAIS, raveling I bedroom, fire-place, beams, FS,896,75 net twith cen-tral heating. Tel: owner 1-30 76 36 90

PARIS AREA UNFURNISHED 16th - MAISON DE LA RADIO, 2 rooms, 70 sq.ns., class building, modern, FB,500 nel, Yel T-45 32 32 00. sceptional 150 sq.m. character flat 15,000 + F7,500. Tel. (1) 43 54 62 31

FOR MORE **REAL ESTATE** 

SERVICED OFFICES

Instant Office in Hong Kong
Flexible short & long term leasing
Fully furnished & equipped with strict

"ruly turnished is equipped with start privacy." Conveniently located in the most prestigious design-winning Peregime Tower, Lippo Centre.

Wallidhrough to Admiratly subway stoson, ton it bus stolion.

Connected by covered wolkways to major office buildings, 5-stor hotels, shopping centre it, service opartment. "Full secontwes scretched is upport by professional staff." Incoparated and comparate services available.

Asio-Pacific Business Centre For further datails: Main, Mui & Associates Consolting Ltd Fazz: (852) 530-5937 Tels: (852) 522-0198 2206 Perspire Tower Lippo Centre, Admiratly Central, Hong Kong

YOUR OFFICE IN LONDON Bond Street - Mail, Phone, Fax, Telex Tel: 44 71 499 9192 Fax: 71 499 7517

BMGBLISH SCHOOL seeks novoe mother longue English teachers. Work permet abligatory, full-trare basis. Please call Paris [1] 44 09 99 22.

**AUTOS TAX FREE** 

EUROPE AUTO BROKERS, inc Tel: Holland (31) 3402-64494 Fax 80994

PRECIOUS STONES

R A N K F U R 1 - "TOP TEN" ESCORT SERVICE TEL: 069 - 597 4338.\_\_\_\_\_

Ronaldo Blackman, who was released by the NBA's New York Knicks, has signed a one-year, \$400,000 contract with AEK

#### De Circourt Associates Tel 1-47 53 80 13 Fex 45 51 75 77 201-861-6777 CPEN 7 DAYS FAX: 201-861-0677 INTERNATIONAL CLASSIFIED **BUSINESS SERVICES** FINANCIAL SERVICES **PERSONALS** OFFSHORE COMPANIES 750 READY MADE COMPANIES BANK INTRODUCTIONS ACCOUNTING, LEGAL & ADMIN LC's AND TRADE DOCUMENTATION TELEPHONE & MAR. FORWARDING HAPPY BIRTHDAY FUNDING PROBLEMS? TO THE AUSSIE IN AMSTERDAM Best wishes from your friends at the Trib. Venture Capital - Equity Loans Real Estate - Business Financing - Loag Term Callateral Supported Guarantees ankable guarantees to secure fundi for viable projects arranged by: elephone or fax for immediate ser and 100 page colour brackure **ANNOUNCEMENTS** International MEA SCHÖNL The most refined of oll lies, in ZURICH exclusively at WEINSERG's - leading man's store 13, Bahnhafstr. 01-211 29 50

Bancor of Asia mission comed only upon Funding Broker's Commission Assured Fax (63-2) 810-9284

BEAUTIFUL & ELEGANT LADY, 25 petite, brunette, aducated, sophis cased seeks handsome, healthy, wealth gentlemon to warm me up this, will be \_and forever? Do call if you no maly wouldn't 39-2-8056547 Milan Tel: (63-2) 894-5358 or 810-2570 BANK PURCHASE ORDERS, KTT's or Conditional SWIFT's available. Contact by fax only Landon 71 839 4696.

MOVING BUSINESS **OPPORTUNITIES** ( INTERDEAN

FOR A FREE ESTIMATE CALL IRISH NON-RESIDENT PARIS (1) 39201400 CAPITAL AVAILABLE

FUNDS AVAILABLE
FOR
ALL BUSINESS PROJECTS
OF FOR
LETTIESS OF CREDIT
BUSINESS OF CREDIT
STANKS GUARANTIESS
OTHER ACCEPTABLE COLLATERAL

Messiours M.J.P.K.B. & Cle PRANCIAL RESTRICTION Breasts - REIGNUM formation by fax 32-2-534 02 77 or 32-2-538 47 91 TELEC 20277

**ESCORTS & GUIDES** 

BELGRAVIA

**ORCHIDS** 

LONDON PARIS GENEVA ZURICH Escort Agency Cradit Cereis Welcome

UK 071 589 5237

MADISONS LONDON PARS Escort Agency

UK 071 266 0586

The second of th

COMPANIES £195 ideal tox-avoidance vehicles: low profile, tox free & European. Suit able for trading, consultancy & othe activities. For immediate service contact

(el: +353 1 6618490 Fex 6618493

.. STEICH .. AIOTE ..

LONDON ESCORT SERVICE TELEPHONE: 071 - 362 - 0032

GENEVA & ZURICH

BASEL Excert opency 022/346 00 99 ALL CREDIT CARDS ACCEPTED

Escort Service. Credit cords of Tel: (177 / 63 83 32.

Elish Murphy, Director, Sovereige Company Services, 56 Fitzwilliam Square, Dublin 2, Ireland.

CLASS A BANK in lox free venue with odeninstrative services and established banking and sexualities accounts, US 550,000. Itemediate transfer. Call Canada (604, 942-6169 or free (604, 942-8179 or Lordon 071 394 5157 or FAX 071 231 9928.

CRESHORE COMPANIES. For free borechore or actions lief. London

OCRA ASIA LIMITED 24-02 Bank of America Towe Horcourt Road, Hong Kong Tel. +852 5220772 Fore: +852 5211190

OFFSHORE COMPANIES Free professional consultations Worklands incoporcinors Immediate availability Full confidential services London representative Full administration services ASTON CORPORATE TRUSTIES LTD 19, Peel Road, Douglos, tele of Man Tel: 0624 626391 Fox 0624 625126

TEXTILE MACHINERY
Tempon Production Machinery
Coton Swob Forming Machine
Coton Pad Machine
K. fessbind-Judwig & Co. AG
CH-8646 Wagen b. Machine
Switzerland Tel: (55) 29 31 41 Th: 875349 FALU CH Tel: 55 28 42 60

**BUSINESS TRAVEL** Tet/Business Class Frequent Traveller to Orient/Australia/Africa/No. & So America. Save up to 50% No cou-pons, no restrictions. Haperiol Canada Tel: 514-341-7227 Fox 514-341-7998.

LEGAL SERVICES

IMSTERDAM BUTTERFLY Escort Service. Tel: (0)20-6-07-570 Grecht Cords Accepted.

ITAL ESCORT SERVICE

PARIS & LONDON \*
\*ELEGANCE\*
Escart Service London (71) 384 5145

LONDON Please Phone 071 225 3314

Save on

Phone Calls Sove 50% and more componed to local phone compones. Call from home, office, careven hotels (and avoid surcharges). Check our rates for any courtnes and see how you can start soving today.

Call us now and we'll call you right back! Tel 1-206-284-8600

Fax 1-206-282-6666 Lines open 24 hours. Agents inquiries welcome! ∰kali**back** 

> 419 Second Avenue Wasi Sectife, WA 98119 USA COLLEGES & UNIVERSITIES

PRESTON UNIVERSITY, USA BRA, BS, MBA, MS, PhD, etc grows. Home Skely or On-Cor Leansed by the Department of 5t ton 277 O'Nel Ave., Cheyeme, WY 82001 Fax: 1-307-632-2750 NTERESTED COMPANIES PURCHAS-ING A VARIETY OF PRECIOUS STONES, TEL/FAX 0049-221-441 883

CARRESEAN ANGELS OF LONDON ESCORT SERVICE ALL AREAS 071-828-3003 credit cords occepted Escart Service. Credit cords. Tel: 03-3479-7170

Denner digites & personal guide service. Tel: +31 (0)20-64 (12 111 / 64 02 666

MALUNICH \* WELCOME ESCORT&GUIDE AGENCY, PLEASE CALL 089 - 91 23 14, KENSINGTON ESCORT AGENCY 10 Kensington Church St, London W Tel: 0/71 93/ 9136/9133 credit cords VIENNA \*\*\* ZUBICH\*\*\* PARS HIGH SOCIETY International Eccort Call Vienna + 43-1-535 41 (4. Escort Service. Tel: 631 63 36 or 631 06 43.

FRANKFURT KÖLN DÜSSBLOORF all areas, Escort Service. 069-473294 AMADED HARMONY Exont & Guide Service. Denth & English specting. Cards, Tel-908-818964 or 908-501790 "GENEVA " GRIGGER " PARIS" Econt Service Tel-022/731 90 81 \*\* EXECUTIVE \*\*

CONDON ESCORT SERVICE

TEL 071 722 5008 Credit Cards

LONDON \*\* EXCLUSIVE \*\* PARIS

Franch & Radion Escort service &

Travel Tel London + 44 (083) 533 883

\*\*VIENDIA \*\*\* SPRACE SE \*\* TRIBUTURE\*\*

"VIENNA" PRAGUE" "ZURBON" VIENNA'S BEST, SUPREME ESCORT of cords. (+ + 40 1) 532 11 32. DIAMOND ESCORT SERVICE All over Switzerland. Tel: 077 77 49 87. ZURICH - VIENNA - MONACO AM-ETHYSTE IN'T ESCON/Travel Service CALL SWITZERLAND 089-610 72 99.

ZURICH \* SUSAN Escort Service Tel: 01 / 381 99 48

CORUM Maitre Artisans d'Horlogerie

**ACROSS** 

1 Surely he jests

s Comme ci,

comme ca

9 Produce

**-**

In Paris,

1, rue de La Paix

14 Turning point hangover? 15 Bundle 19 Circus 16 Brooks of basebal 20 Startling 17 Piquancy revelation 22 Eland land

> 24 Kind of rock 26 "Clinton's 27 Freight weight 31 Midlothian

23 Keystone Kops

18 Homeowner's

misses 34 Attracts and 35 Right from the beginning?

36 Multimedia tormat 37 Vitamin prescription 40 Boutonniere's counterpart

45 Most trim

49 Nomadic

52 Fifty-fifty

committee

55 Deprivation

57 Camelot

58 March 15

composer

question

59 Parmenides's

birthplace

51 Lop the crop

60 Dutch artist Hals

54 Kind of

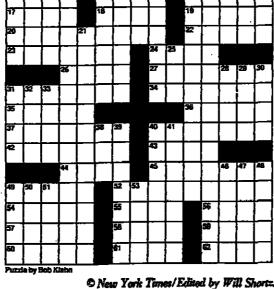
se Burg

42 Not quite evocative major-league 25 Homswoggle 43 it's often thrust 28 Mogul capital upon someone until 1658 44 Throwaway par 29 Rand McNally

Mongol tribe 30 Salinger's "For Love and

31 "The Talmadge Girls" author 32 "Tom Thumb" composér 33 Stanch

38 Son of Val and Aleta 39 Peak performer?



40 Relative of the

41 Begins firing

46 First name in

48 Theater critic

Kenneth

47 "Les Miz"

setting

49 Moiety

50 Effluvium

51 Poseidon's

sa Have one's say.

mother

Solution to Pazzle of Dec. 1 ALARMED TEASETS
UTRILLO HALFWIT
SOGGY TIE LORNE
TOES SOFAS RIGA
INN CHAIRED TED
CATBOAT TRACERY

INTERNATIONAL ESCORTS Service - Worldwide Tel: 212-765-7896 New York, USA Major Credit Cards Accepted LONDON'S NO.1 ESCORT

3 Shouldham St. Loadon WT AGENCY 071 258 0090 CHEISEA ESCORT SERVICE. 51 Beauthorep Place, London SW3. Tel: 071-584 6513

## TO OUR READERS IN GREAT BRITAIN

to subscribe and save. Just call toll-free

# It's never been easier

0 800 89 5965

#### **OBSERVER**

## History? What's That?

By Russell Baker NEW YORK — Political in-tellectuals are having a nasty argument about what history should be taught to American schoolchildren. Tales you hear indicate that, whatever history may be taught in the fu-ture, at present kids learn practically none of any kind.

My favorite anecdote stars an apparently normal high school student. Amazed to hear a gray-beard refer to World War I, he cried. "I never knew there was a first world war!"

Evidence of equally preposterous ignorance turns up in the papers with comic regularity. Yet we have this serious quarrel among ostensibly serious peo-ple about what history should be taught to the kids of some improbable future.

I say improbable because of my own experience with schoolbook history. Though a major drudge, I was unable to digest more than a few lumps of schoolbook history until college

was well behind me.

My history learning was a boneyard of unrelated facts useful for passing tests, but utterly useless to a person who should have been trying to orient himself in a complicated, long-running show. What a

shabby store of facts:
1492, 1776, Columbus.
Something about the "Fertile Crescent." Tigris and Euphrates, Hammurabi, Pilgrims, Plymouth Rock, a New Eng-land Indian named Squanto (can that possibly be right?), assorted wars, George Washington, Lincoln, Woodrow Wilson, world safe for democra-

The one time I awakened in high-school history was at mention of some medieval thug or king whose sister was seduced by I've forgotten who, or whom as I would have written at the time, being a tiresomely niggling grammar bore.

Europe

The names of the stars of that 10th-grade moment escaped me almost at once. What woke me was the teacher's saying "se-

Tenth-graders weren't supposed to hear words like that, and the outlaw thrill of hearing such stuff from a teacher was exquisite. Students and teacher were all males in that classroom. Here was a garny whiff of barracks freedom. Could it be that history was more interesting than school had hitherto let

No. On and on I careered into college, fighting sleep as professors talked of the Sherman Antitrust Act, Luther's 95 theses nailed to the church door, the reign of Commodus, Wellington's horse, Henry George and the single tax, the Whiskey Rebellion, the invention of the incandescent light

I doubt that many schoolchildren can be brought to value history or enjoy the delights of its tantalizing subjectivity. Much of its pleasure lies in discovering its ironies, and irony is uncommon in the typical harassed, scared, browbeaten American schoolchild looking forward in dread to SATs that may wreck his life while simultaneously wondering if the stu-dent in the desk behind him is packing a semiautomatic pis-

Irony is for people who don't have to decide at age 18 what they are going to be when they grow up. My memory of that experience is that it was like being asked to choose among a variety of prison sen-tences. Of course, I may have invented this memory much later, thought it sounded clever, and repeated it so often that I now believe it's true. That's history for you.

New York Times Service

# São Paulo Megashow: Hints of a Global Art Village

By Roberta Smith New York Times Service

São Paulo Bienal is a megashow that needs to make up its mind. Does this hodgepodge of weak art and mixed messages want to be, like its European counterparts, a survey of the artistic mainstream, accessorized with an amorphous, loosely applied

Does it want to redefine the mega-show concept into something more egalitarian and genuinely internation-al? Or does it want

to remain the amateurish exercise in nationalism and regionalism that it has tended to be in recent years?

To varying degrees, the answer to all of the above is; yes. This incarna-tion of the biggest international survey of contemporary art in the Western Hemisphere, on view through Dec. 11, presents 2,000 objects and installations by more than 220 artists from 71 countries. It is nearly twice the size of its predecessor and for the first time in the event's history includes artists from Russia, Eastern

Europe, Africa and China. The Bienal is clearly trying to regain some of the status it possessed in the 1950s and '60s, when it was almost on a par with star-studded international surveys like Documenta and the Venice Biennale. But it seems to have conflicting ideas about how, exactly, to raise its profile.

On the face of things, this is a nofrills, egalitarian biennial, the leading candidate for becoming what might be called "the biennial of the Other."

It is situated far from Europe, in an enormous country whose mix of racial and ethnic groups gives the term "melting pot" a reality that it may have no place else.

The show has no national pavilions to separate rich, powerful nations from poorer, weaker ones, as at the Venice Biennale. Also lacking is the money's-no-object grandeur of Documenta, held in Kassel, Germany, every five years. (The \$5 million

budget of the São Paulo show is less than half that of the most recent Documenta, although the artist count is nearly the same.)

Set in a plain cast-concrete building in a park, the Bienal starts abruptly and without fanfare. One minute the visitor is buying a ticket, and the next, walking through hundreds of strands of clear plastic, which form a kind of frozen downpour that is a sculpture by the Venezuelan artist Jesus Soto. A right turn leads immediately to

The exhibition is a

huge show of weak

art and mixed

messages.

the rough-hewn, folk-art-inspired installations and sculptures of Betye Saar and John Outerbridge, two black artists from Los Angeles who are representing the United States. In adjacent

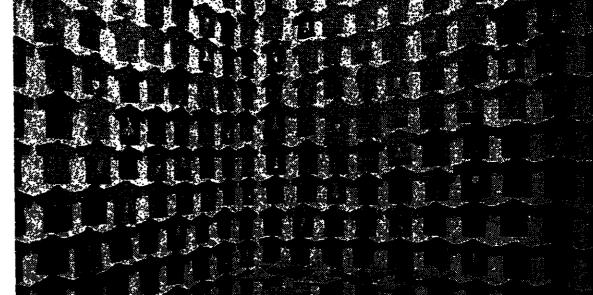
spaces are works by artists from Aruba, Chile, Barbados, Puerto Rico, Costa Rica, Martinique, the Dominican Republic, Egypt, Iceland and the Bahamas. The message is hard to miss: Artists from countries major and minor are equals here.

This is a striking departure from the Venice Biennale, where artists from small or emerging countries have long been crowded together in tiny galler-ies at the back of the Italian pavilion. Here, as at many other points of the exhibition, it also seems that the art capitals of Europe and the United States are about to be rendered obsolete by the rising tide of artists world-

Yet it is equally apparent that news travels fast: The exhibition makes clear that installation art has become the lingua franca of art, practiced credibly, if not innovatively, virtually everywhere.

As one moves up the ramps con-necting the building's four levels, a sense of business as usual creeps in. The show becomes better behaved and more hierarchical, making the ground-floor free-for-all seem like a bargain basement.

At the top of the first ramp, one encounters handsome installations by Giovanni Anselmo and Richard Long, regulars of the international art



Fill Come But

) \_\_\_\_ ) \_\_\_\_

. . .

ca = . . . .

(27574

1.

1: - -

ESI TO

[2]: :--:

90 さニー re r doc

T::::--Mr. or 2:1T

:=--

1

fetter:

iz.

980

<u>k</u> -2C----**पट** : . - .

**b**: :-

F."

P. -

er i

"Forced March," by the Dominican artist Tony Capellán, at the São Paulo Bienal.

"This is the real Bienal."

This feeling is confirmed by the fact that the artists in the "special rooms" invited by the show's organizers, not the national commissioners - include such big names as Robert Rauschenberg, Julian Schnabel, John Chamberlain, Marcel Broodthaers

and Per Kirkeby. Other special rooms review the history of modernism with impressive displays of works by Joaquin Torres-Garcia, Diego Rivera, Lucio Fontana and even Piet Mondrian and Kasimir

Amid so much derivative art, these achievements cast long shadows. Nonetheless, the money spent to secure such loans might have been better used for contemporary efforts: for

rican countries. (Only Namibia and

South Africa are represented.)
A related problem is that the show shamelessly and ineffectively promotes Brazilian art, devoting 10 percent of its space to often mediocre local talent, a practice that also dilutes the Venice Biennale. Included are small retrospectives of relatively established Brazilian artists like Lygia Clark and Helio Oiticica, both of whom have died within the last 15

While these shows are in principle a good idea, in reality they are poorly executed and fail to make convincing cases for their subjects. It is especially unfortunate that the Oiticica retrospective that was recently on international tour could not simply have

example, increasing the number of Af- as a sign of things to come, both in into a genuine vision.

terms of individual artists and the megashow format itself.

The Bienal introduces a number of promising artists, mostly doing installation work, including Fernanda Gomes and Adrianna Varejao of Brazil, Cornelia Parker of England, Inghild Karlsen of Norway, Kcho (Alexis Leyva Machado) and Tonel (Antonio Eligio Fernández) of Cuba, Tony Cappellán of the Dominican Republic and German Venegas of Mexico.

More important, the best parts of the exhibition give glimpses of the megashow redefined, transformed into a genuinely multicultural enterprise oriented beyond the mainstream, toward the global art world stopped off at the Bienal.

Ultimately, this show is best taken

already in progress. Perhaps the next
São Paulo Bienal can turn this glimpse

## **WEATHER**



Forecast for Saturday through Monday, as provided by Accu-W

North America Ory weather will continue through the weekend in New York and Washington, then rain is possible Monday. Toronto will have dry weather Saturday then the Company of the control of the cont

Europe

eather.	Asia						
		High	oday Low C/F	w	Too High Cif	Low CF	,
ا الارتجاء الارتجاء	Bangkok Beljing Hory Kong Marika New Delh Seoul Stangha Singapon Taipa Tokyo	3/37 25/77 31/86 32/89 7/44 11/52 30/86	4/25 4/39 24/75 18/84	女文を文章です	6/43 23/73 30/86 29/84 6/43 11/52	4:25 19:66 24:75 13:55 4:25 3:37 24:75 17:62	
Heavy	Africa						
	Alciera	17.62	11/52		15/59	1253	

#### SPOKESMAN for Michael Jackson Adenies reports that Jackson plans to end his marriage to Lisa Marie Presley after five months, calling the stories "an outrageous, 100 percent, total lie." In London, the Daily Mirror reported that Jackson wanted more independence and did not want Presley to stay at his apartment in New York. But the New York Daily News said that Presley refused to leave California to live with him. "People just don't want to give these kids a chance," said Bob Jones, Jackson's manager. "You have my word

Prince Rainier of Monaco, who last veek underwent doublegery, is recovering well and is expected to leave the hospital early next week, the principality's press office said.

that this is simply somebody's sick fantasy."

Wynton Marsalis made news in his first set at the Village Vanguard in New York. Before he began to play, the trumpeter and band leader announced that this week's engagement would be the last for his septet. one of the most influential and active bands in jazz. The septet includes, besides Marsalis, Eric Reed on piano, Wess Anderson and



**PEOPLE** 

Presley-Jackson split is denied.

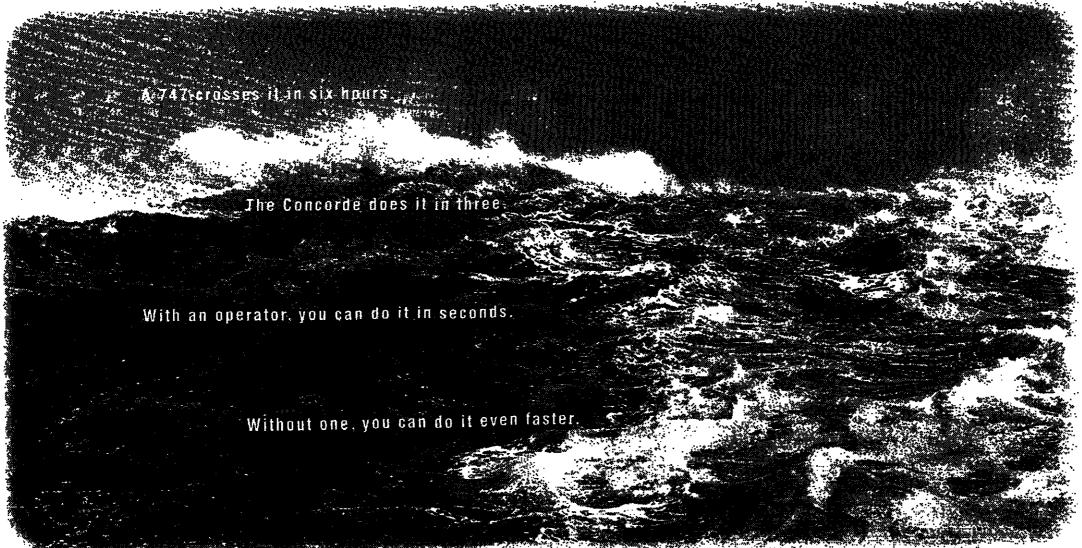
Victor Goines on saxophone, Wycliffe Gor-don on trombone, Ben Wolfe on bass and Herlin Riley on drums.

The feminist writer Taslima Nasrin, who faces an arrest warrant and death decree by Muslim fundamentalists in Bangladesh, was presented a French prize for human rights by Foreign Minister Alain Juppé. Juppé

praised Nasrin "for all of her work, in Bangladesh and abroad, in defense of freedom of expression and against all forms of religious intolerance." She delayed a visit to France last month after the authorities first said they would grant only a one-day visa because of security concerns.

Beatlemania again: Fans from around the world are flocking to London to buy the first Beatles album in almost 25 years. The album, with the group's hits and cover versions of rock classics, does not go on sale in the United States until next week and British stores report large numbers of American buyers. Toni Thomas, a systems analyst from New Jersey, said she would be takin her copy home "sewn into my bra."

Several officials of Japan's Imperial Household have been reprimanded for misplacing a decoration given to Emperor Akihito by King Juan Carlos of Spain in 1985. The decoration, Spain's highest order, was sent by air from Tokyo to Madrid but was lost on arrival, and the emperor had to wear a borrowed decoration at a banquet in his honor.



ASIA /PACIFIC 1800-881-011 10811 800-1111 008-117 **001-801-1**0 JAPAN . 0039-111 KOREA

PHILIPPINES SAIPAN SINGAPOR SRI LANDA TAIWAN

BULGARIA 430-430 0015-Yet (1313

022-903-011 0-208-198-18 00-1800-0010 29-38-0011 0120-0010

ac-**200-**01111 ICELLAD. . 999-801 **-800-558-008** .172-1011 155-00-11 80195 ባ-600-0111 ATTAM 0880-890-110 19¢-0011

NORWAY 608-190-11 POLAND1+ 07010-489-0111 PORTUGAL! 05017-1-288 SLOVAK REI 00-420-00101 SWEDEN 829-795-811 **SWITZERLAND** 155-80-11 80100-11

KUNWATT LEBANON (BÉIRUT) SALICII ARARIA

900-U01 080-99010 510-0200 177-100-2727 800 (788 426-801

**AMERICAS** ARCENTWA\* .001-800-200-1111 BOLIVIA: CHILE COLOMBIA 1-800-10 EL SALVADOR 00-800-12277 123

**WORY COAST** 00-111-11 NENYA DE00-30

LIBERU

AT&T USADirect\* and World Connect\* Service lets you quickly place calls on your own.

Calling the States or one of over 100 other countries? There's no easier, more reliable way than AT&T USADirect and World Connect Service. Especially if you take this shortcut. After dialing the AT&T Access Number for the country you're in, instead of waiting for the English-speaking operator, follow the voice prompts. Your call will get through faster and can be charged to your AT&T Calling Card. Suffice it to say, for experienced business travelers, the choice isn't which international long distance company to

TrueWorld"Connections

use. It's which AT&T speed to use: Fast. Or faster.



797-797